



STATE BOARD OF DEPOSIT

STATE OF OHIO

Members:
Richard Cordray, Chairman
Treasurer of State

Nancy Hardin Rogers
Attorney General

Mary Taylor
Auditor of State

BOARD OF DEPOSIT

July 30, 2008

AGENDA

1. Call to order
2. Approve or amend minutes from June 24, 2008 meeting
3. Sign approved minutes
4. Old Business
5. New Business
 - Economic Outlook
 - Investment Activity
 - Other Business
6. Ratification of the Designation by the Treasurer of State of \$6,160,836,815.43 as Interim Funds
7. Certification and Approval of Board Expenses
8. Adjournment



STATE BOARD OF DEPOSIT STATE OF OHIO

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Minutes of the meeting of the State Board of Deposit held Thursday June 24, 2008 at 9:30 a.m. in the Office of the Treasurer of State.

MEMBERS PRESENT: Richard Cordray, Treasurer of State (Chair)
Thomas Winters, representing Attorney General Nancy Rogers
Tim Keen, representing Auditor of State Mary Taylor

OTHERS PRESENT: Christina Haddad, Auditor of State
Chris Glaros, Treasurer of State
Sue Hamilton, Treasurer of State
Amer Ahmad, Treasurer of State
Jennifer Day, Treasurer of State
Bob Newman, Treasurer of State
Holly Hollingsworth, Treasurer of State
Jonathan Vega, Treasurer of State
Matt Curry, Treasurer of State
Stacey Cumberlander, Secretary

The Secretary of the State Board of Deposit has complied with section 135-1-01 of the Administrative Code concerning notice of the meetings of the State Board of Deposit.

Treasurer Cordray moved that the reading of the minutes of the State Board of Deposit meeting held May 22, 2008 which had previously been distributed to the members be dispensed and that the minutes be approved. Mr. Keen approved and Mr. Winters seconded. The motion carried.

OLD BUSINESS

Under old business the following resolutions regarding bank designations were presented to the Board;

STATE BOARD OF DEPOSIT RESOLUTION – 007

WHEREAS, the Treasurer of State on behalf of the State Board of Deposit, solicited applications from eligible financial institutions to be designated as public depositories of the public moneys of the state; and,

WHEREAS, the Treasurer of State has received responses from eligible financial institutions desiring to be designated as public depositories of the public moneys of the state for the two-year period commencing July 7, 2008 and ending July 4, 2010; and,

WHEREAS, the Treasurer of State has reviewed such applications and determined that each met the requirements of Chapter 135 of the Ohio Revised Code;

THEREFORE, BE IT RESOLVED BY THE STATE BOARD OF DEPOSIT:

The attached list of financial institutions are hereby designated as public depositories of the public moneys of the state for the two-year period commencing July 7, 2008 and ending July 4, 2010.

Attachment to June 24, 2008 State Board of Deposit Resolution 007
Banks with completed applications to be approved as state depositories:

1. Bank of Maumee	Maumee	OH
2. First Bexley Bank	Bexley	OH
3. Monroe Federal savings and Loan Association	Tipp City	OH
4. 1 ST National Community Bank	East Liverpool	OH
5. Home Loan Savings Bank	Coshocton	OH
6. Foundation Bank	Cincinnati	OH
7. First Central National Bank	St. Paris	OH
8. First State Bank	Winchester	OH
9. First National Bank, Bellevue	Bellevue	OH
10. Liberty National Bank	Ada	OH
11. Peoples Bank, N.A.	Marietta	OH
12. Wayne Savings Community Bank	Wooster	OH
13. Commercial Savings Bank	Upper Sandusky	OH
14. Lorain National Bank	Lorain	OH
15. Century National Bank	Zanesville	OH
16. Home City Federal Savings Bank	Springfield	OH
17. Kingston National Bank	Kingston	OH
18. Community Bank	Crooksville	OH
19. Greenville National Bank	Greenville	OH
20. Cortland Savings & Banking Company	Cortland	OH
21. WesBanco Bank, Inc.	Wheeling	WV
22. The Ohio State Bank	Marion	OH
23. Andover Bank	Andover	OH
24. Citizens National Bank of Chillicothe	Chillicothe	OH
25. American Savings Bank	Portsmouth	OH

26. The National Bank of Oak Harbor	Oak Harbor	OH
27. Delaware County Bank & Trust	Lewis Center	OH

There was a motion to approve the resolution. Mr. Keen approved and Mr. Winters seconded.

**STATE BOARD OF DEPOSIT
RESOLUTION - 008**

WHEREAS, the Treasurer of State, on behalf of the State Board of Deposit, solicited applications from eligible financial institutions to be designated as public depositories of the public moneys of the state; and,

WHEREAS, eligible financial institutions have expressed a desire to be designated as public depositories of the public moneys of the state for the two-year period commencing July 7, 2008 and ending July 4, 2010 but have not yet submitted all documents required by the Treasurer of State for approval; and,

WHEREAS, the State Board of Deposit's next meeting will be after July 6, 2008, the ending date of the current designation period;

THEREFORE, BE IT RESOLVED BY THE STATE BOARD OF DEPOSIT:

The attached list of financial institutions are hereby designated as public depositories of the public moneys of the state for the two-year period commencing July 7, 2008 and ending July 4, 2010 pending receipt of all documents required by the Treasurer of State and the Treasurer of State's review and determination that each meets the requirements of Chapter 135 of the Ohio Revised Code.

**Attachment to June 24, 2008 State Board of Deposit Resolution 008
Banks pending completed applications to be approved as state depositories:**

1. Insight Bank	Columbus	OH
2. Savings Bank	Circleville	OH
3. Metamora State Bank	Metamora	OH
4. Citizens Savings Bank	Martins Ferry	OH
5. Richwood Banking Company	Richwood	OH
6. Home Savings & Loan Company Youngstown	Youngstown	OH
7. Osgood State Bank	Osgood	OH
8. First National Bank, New Bremen	New Bremen	OH
9. First Federal Bank of the Midwest	Defiance	OH

There was a motion to approve the resolution. Mr. Winters approved and Mr. Keen seconded.

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Also under new business an update on the banking contracts was given. The office is in the process of having the seven depository contracts executed and signed by July 7, 2008. In the event the new contracts have not been signed the old contracts will roll forward.

An update was also given to the board members regarding the Board of Deposit audit being performed by Kennedy Cottrell Richards. Two out of three of the agreed upon procedures have been completed. The estimated completion date is July 15, 2008.

NEW BUSINESS

ECONOMIC OUTLOOK / INVESTMENT

Investment Director Bob Newman presented an overview of the investment philosophy. The Federal Funds rate is at 2.0%. The Federal Funds rate is forecasted to remain flat through March 2009. Core CPI is the primary measure of core inflation. Core CPI stands at 2.3%. The Federal Reserve may be required to raise rates due to inflation expectations. Existing home sales decreased 1% in April and new home sales increased 3.3% in April 2008. The foreclosure crisis continues to have an impact on the US economy. The national unemployment rate for May 2008 was reported at 5.5%. The strategy is to continue to add value and position the portfolio in line with near term expectations on interest rates.

RATIFICATION OF THE INTERIM FUNDS

Treasurer Cordray moved for the Board to ratify \$5,968,399,664.80 as interim funds for May 2008. Mr. Keen approved and Mr. Winters seconded. Motion carried.

CERTIFICATION OF BOARD EXPENSES

In accordance with Section 135.02 of the Ohio Revised Code, the Chairman and the Secretary of the State Board of Deposit certified that the necessary expenses of the Board which represent KeyBank regular banking fees for May 2008 were \$91,014.89. KeyBank Trust banking fees for May 2008 were \$10,537.52. PNC banking fees were \$282.84 for May 2008. Fifth Third banking fees (DNR Wapakoneta) were \$63.63 for May 2008. Fifth Third banking fees for DNR Maumee Bay for May 2008 were \$90.63. KeyBank banking fees for (State Highway Patrol Drop) for May 2008 were \$93.14. US Bank banking fees were \$206.28 for May 2008. National City banking fees for DNR Cambridge were \$25.44 for April 2008. Mr. Winters authorized the Chairman to pay these expenses from the appropriations for that purpose. Mr. Keen seconded.

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There being no further business to come before the Board, Treasurer Cordray moved to adjourn.
Motion carried. Meeting adjourned.

RICHARD CORDRAY, TREASURER OF STATE
CHAIRMAN, STATE BOARD OF DEPOSIT

ATTEST _____
SECRETARY

ATTORNEY GENERAL _____

AUDITOR OF STATE _____

Cumberlander, Stacey

From: Klein, Sheryl Kalish
Sent: Monday, July 28, 2008 10:10 AM
To: Cumberlander, Stacey
Cc: Beck, Cindy
Subject: July Board of Deposit

Stacey,

There are two agenda items for the July Board of deposit meeting:

1. Fahey Banking Company and Mechanics Savings Bank did not get approved at the June 24, 2008 Board of Deposit meeting. These 2 banks have treasury deposits and were supposed to be approved pending receiving their documents however they were omitted from the list. All documents have been received and signed.

Please have Fahey Banking Company and Mechanics Savings Bank submitted for approval at the next Board of Deposit meeting.

2. At its next meeting, the Board of Deposit will be asked to approve the following four banks as a qualified State depository. As background:

First Federal Community Bank of Dover (Tuscarawas County)

Charter Class:	Savings Association
Home Office Location:	Dover, OH
Date Established:	1/1/1898
Total Assets:	\$179,804,000.00
Total Liabilities:	\$162,359,000.00
Interim Deposits:	\$1,900,000.00
FDIC #:	29787

Northwest Savings Bank (Warren County)

Charter Class:	Savings Bank
Home Office Location:	Warren, PA
Date Established:	1/1/1896
Total Assets:	\$6,911,410,000.
Total Liabilities:	\$6,194,003,000.
Interim Deposits:	\$500,000.00
FDIC #:	28178

Portage Community Bank (Portage County)

Charter Class:	Other Bank, inspected by OSFI
Home Office Location:	Ravenna, OH
Date Established:	7/1/1998

Total Assets:	\$192,744,244.00
Total Liabilities:	\$177,709,509.00
Interim Deposits:	\$1,000,000.00
FDIC #:	34760

First National Bank of Sycamore (Wyandot County)

Charter Class:	National Bank, located in Ohio
Home Office Location:	Sycamore, OH
Date Established:	7/1/1919
Total Assets:	\$85,478,000.00
Total Liabilities:	\$73,790,000.00
Interim Deposits:	\$3,000,000.00
FDIC #:	06706



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CERTIFICATION OF THE EXPENSES OF THE STATE BOARD OF DEPOSIT

In accordance with Chapter 135.02 of the Ohio Revised Code, the undersigned, Chairman and Secretary of the State Board of Deposit of the State of Ohio, hereby certifies that the necessary expenses of the Board, which represent KeyBank banking fees for the month of June 2008, are \$87,619.17.

CHAIRMAN

Stacy Cumberland
SECRETARY

July 24, 2008
DATE



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CERTIFICATION OF THE EXPENSES OF THE STATE BOARD OF DEPOSIT

In accordance with Chapter 135.02 of the Ohio Revised code, the undersigned, Chairman and Secretary of the State Board of Deposit of the State of Ohio, hereby certifies that the necessary expenses of the Board, which represent KeyBank trust banking fees for June 2008 are \$10,301.52.

CHAIRMAN

Stacy Cumberlander

SECRETARY

July 24, 2008

DATE



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CERTIFICATION OF THE EXPENSES OF THE STATE BOARD OF DEPOSIT

In accordance with Chapter 135.02 of the Ohio Revised Code, the undersigned, Chairman and Secretary of the State Board of Deposit of the State of Ohio, hereby certifies that the necessary expenses of the Board, which represent KeyBank banking fees [State Highway Patrol -- DROP Account] for the month of June 2008, \$99.74.

CHAIRMAN

Stacy Cumberlander

SECRETARY

July 24, 2008

DATE



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CERTIFICATION OF THE EXPENSES OF THE STATE BOARD OF DEPOSIT

In accordance with Chapter 135.02 of the Ohio Revised Code, the undersigned, Chairman and Secretary of the State Board of Deposit of the State of Ohio, hereby certifies that the necessary expenses of the Board, which represent Fifth Third banking fees [Dept. of Natural Resources - Wapakoneta] for the month of June 2008 for \$68.94.

CHAIRMAN

Stacy Cumberland
SECRETARY

July 24, 2008
DATE



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CERTIFICATION OF THE EXPENSES OF THE STATE BOARD OF DEPOSIT

In accordance with Chapter 135.02 of the Ohio Revised Code, the undersigned, Chairman and Secretary of the State Board of Deposit of the State of Ohio, hereby certifies that the necessary expenses of the Board, which represent Fifth Third banking fees [Dept. of Natural Resources - Maumee Bay] for the month of June 2008 for a total of \$89.04.

CHAIRMAN

Stacy Cumberlander
SECRETARY

July 24, 2008
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CERTIFICATION OF THE EXPENSES OF THE STATE BOARD OF DEPOSIT

In accordance with Chapter 135.02 of the Ohio Revised Code, the undersigned, Chairman and Secretary of the State Board of Deposit of the State of Ohio, hereby certifies that the necessary expenses of the Board, which represent PNC banking fees [Mine Subsidence Remote Capture] for the month of June 2008, are \$276.14.

CHAIRMAN

Stacey Cumberlander

SECRETARY

July 24, 2008

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In accordance with Chapter 135.02 of the Ohio Revised Code, the undersigned, Chairman and Secretary of the State Board of Deposit of the State of Ohio, hereby certifies that the necessary expenses of the Board, which represent US Bank banking fees (remote capture for Columbus and Portsmouth) for the month of June 2008, is \$127.86.

CHAIRMAN

Stacy Cumberlander

SECRETARY

July 24, 2008

DATE



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CERTIFICATION OF THE EXPENSES OF THE STATE BOARD OF DEPOSIT

In accordance with Chapter 135.02 of the Ohio Revised Code, the undersigned, Chairman and Secretary of the State Board of Deposit of the State of Ohio, hereby certifies that the necessary expenses of the Board, which represent Board of Deposit audit fees are \$3,150.00.

CHAIRMAN

Stacy Cumberlander
SECRETARY

July 24, 2008
DATE