



## TREASURER OF STATE

August 26, 2010

Wednesday, 6 October 2010 9:43

Minutes of the meeting of the State Board of Deposit held August 26, 2010 at 10:00 a.m. in the Office of the Treasurer of State.

### MEMBERS PRESENT:

Amer Ahmad, representing Treasurer of State Kevin L. Boyce  
Jonathan Vega, representing Attorney General Richard Cordray  
Tim Keen, representing Auditor of State Mary Taylor

### OTHERS PRESENT:

Bob Newman, Treasurer of State  
Jason Yost, Treasurer of State  
Kyana Pierson, Treasurer of State  
Stewart Smith, Treasurer of State  
Sheryl Klein, Treasurer of State  
Denise Blain, Treasurer of State  
Ethan Houts, Treasurer of State  
David Baird, Bank of New York  
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.

Mr. Ahmad asked for a motion that the reading of the minutes of the State Board of Deposit meeting held July 29, 2010, which had previously been distributed to the members be dispensed and that the minutes be approved. Mr. Keen made the motion to approve the minutes and Mr. Vega seconded. The motion was approved.

### OLD BUSINESS

Under old business an update was given for the eight pending

depositories from the June 2010 meeting. All paperwork on the eight pending depositories has been completed. Nationwide Bank was the last depository to be finalized. All paperwork was received for it to be declared an Ohio depository.

## NEW BUSINESS

### ECONOMIC OUTLOOK / INVESTMENT

Mr. Newman presented an overview of the investment philosophy. The Federal Funds rate is at 0-.25%. The Federal Funds rate continues to remain flat. Core CPI is the primary measure of inflation. Core CPI stands at 0.9% for the month of July 2010. Existing home sales decreased 5.1% in June. New home sales increased 24% in June compared to May totals. Ohio home sales statewide for new and existing homes during the month of June increased 14.3% compared to the sales posted during the month of June a year ago. The national unemployment rate was 9.5% for the month of July which was unchanged from the previous month's rate. Ohio's unemployment rate for July was 10.3% down from the 10.5% from the previous month's rate. This is the second consecutive monthly decline of 0.2%. The strategy is to add short term securities to the portfolio with the expectation that interest rates will remain low.

### RATIFICATION OF THE INTERIM FUNDS

Mr. Ahmad asked for a motion for the Board to ratify \$19,828,312,725.68 as interim funds for July 2010. Mr. Keen moved and Mr. Vega 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 July 2010 were \$82,075.69. KeyBank Trust banking fees for July 2010 were \$10,665.80. KeyBank fees for State Highway Patrol Drop were \$85.10 for July 2010. US Bank banking fees for ODNR Portsmouth were \$137.45 for July 2010. Fifth Third banking fees for ODNR (Akron) were \$69.04 for June 2010. Fifth Third banking fees for ODNR (Maumee Bay) were \$62.66 for June 2010 and Fifth Third banking fees were \$54.74 for ODNR (Wapakoneta) for June 2010. Safeguard deposit tickets for ODNR Watercraft were \$71.04 and Board of Deposit agreed upon procedure report [audit] was \$7,799.00 for June – July 2010. Mr. Vega made a motion to authorize the Chairman to pay these expenses from the appropriations for that purpose. Mr. Keen seconded.

There being no further business to come before the Board, Mr. Ahmad adjourned the meeting.

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KEVIN L. BOYCE, TREASURER OF STATE  
CHAIRMAN, STATE BOARD OF DEPOSIT

ATTEST \_\_\_\_\_  
SECRETARY

ATTORNEY GENERAL \_\_\_\_\_