



TREASURER OF STATE

November 30, 2010

Monday, 03 January 2011 3:47

Minutes of the meeting of the State Board of Deposit held November 30, 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
Jane Wolfe, Treasurer of State
Jason Yost, Treasurer of State
Sheryl Klein, Treasurer of State
Stewart Smith, Treasurer of State
Holly Stutz, Treasurer of State
Denise Blain, Treasurer of State
Kyana Pierson, Treasurer of State
Joel Riter, Treasurer-elect Mandel
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 October 28, 2010, which had previously been distributed to the members be dispensed and that the minutes be approved. Mr. Vega made the motion to approve the minutes and Mr. Ahmad seconded. The motion was approved.

OLD BUSINESS

There was no old business to come before the board.

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 decreased slightly to 0.6% for the month of October 2010. Ohio home sales statewide for new and existing homes during the month of October decreased 30.6% compared to the sales posted during the month of August a year ago. Existing home sales decreased to an annual total of 4.43 million for the month of October which is a 2.2% decrease from the 4.53 million total recorded for the month of September. The national unemployment rate was 9.6% for the month of October unchanged from the rate a month ago. Ohio's unemployment rate for October was 9.9% which shows a slight decrease from the 10.0% rate from the month of September. The strategy is to add short term securities to the portfolio with the expectation that interest rates will remain low.

Under new business there was one bank presented to the board to become an interim state depository;

First National Bank of Wellston - Jackson County

There was a motion to approve the bank. Mr. Vega approved and Mr. Keen seconded. Motion carried.

RATIFICATION OF THE INTERIM FUNDS

Mr. Ahmad asked for a motion for the Board to ratify \$15,486,382,546.63 as interim funds for October 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 October 2010 were \$79,256.53. KeyBank Trust banking fees for October 2010 were \$8,516.88. Fifth Third additional banking fees for ODNR Wapakoneta were \$14.00 for August 2010. Fifth Third additional banking fees for ODNR Maumee Bay were \$14.00 for August 2010. OAKS voucher processing fees were \$31.39. Treasurer of State

Tax Manager fees were \$45,875.01 for July – September 2010. Mr. Keen made a motion to authorize the Chairman to pay these expenses from the appropriations for that purpose. Mr. Vega seconded.

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

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

ATTEST _____
SECRETARY

ATTORNEY GENERAL _____