

# STATE BOARD OF DEPOSIT

## STATE OF OHIO

**Members:**

Robert Sprague, Chairman  
Treasurer of State

Dave Yost  
Attorney General

Keith Faber  
Auditor of State

Minutes of the meeting of the State Board of Deposit held September 4, 2024, which started at 10:00 a.m. in the Rhodes State Office Tower Lobby Hearing Room.

**MEMBERS PRESENT:**

Robert C. Sprague, Treasurer of the State of Ohio  
William Collier, representing the Ohio Attorney General  
Timothy S. Keen, representing the Ohio Auditor of State

**OTHERS PRESENT:**

Harold J. Anderson, Secretary  
Marjorie Kruse, Deputy Treasurer  
Mike Lenzo, Treasurer of State  
Laura Martine, Treasurer of State  
Walt Myers, Treasurer of State  
Scott Adams, Treasurer of State  
Elizabeth Meade, Treasurer of State  
Hannah Poling, Treasurer of State  
Jennifer Day, Treasurer of State  
Jennifer Wilson, Treasurer of State  
Paul Thies, Treasurer of State

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.

Chairman Sprague called the meeting to order. Chairman Sprague then asked for a motion that the reading of the minutes from the State Board of Deposit meeting held June 18, 2024, which was previously distributed to the members, be dispensed with and that the minutes be approved upon motion and vote. Mr. Keen made the motion to approve the minutes and Mr. Sprague seconded. Motion carried (3-0).

Mr. Sprague indicated that any audience members who were interested in addressing the Board, should fill out a witness slip and give the slip to the Board secretary. Mr. Sprague reminded the audience that witnesses were limited to two minutes when addressing the Board.

**OLD BUSINESS**

There was no old business to bring before the Board.

**NEW BUSINESS**

Mr. Sprague asked Marj Kruse to provide an update on the fiscal year 2024 and fiscal year 2025 Board of Deposit budgets for informational purposes only. Ms. Kruse indicated that the Board had before it both the fiscal year 2024 and fiscal year 2025 budget reports. She indicated that the budgets were flat and were based on the fiscal year 2023 budget numbers. She indicated that all of the expenses for fiscal year 2024 had been processed. She

noted that banks are about sixty days behind in billing. The fiscal year 2024 expenses can still be paid until December 1, 2024. That is why no liquidated amounts are shown in the liquidated amount column in the fiscal year 2025 report. These are what we believe are the actual costs for banking expenses for the fiscal year as well as incidental expenses the Board covers. There were no questions on the reports.

Ms. Kruse went on to indicate that the Treasurer's Office had an initial meeting with Office of Budget and Management ("OBM") and the Office of Information Technology ("OIT") about a project to redesign the MICR line on warrants to implement the standard format that is used by most commercial enterprises and governmental enterprises; and to also create a positive pay file to send to the bank when the warrants are issued. OIT will begin gathering business requirements and will develop a cost estimate. She went on to explain that the Treasurer's Office expects that the fiscal year 2025 appropriation will be sufficient to cover the costs of the project.

Ms. Kruse further informed the Board that the annual Agreed Upon Procedures engagement has been conducted by Rea and Associates. The report has been issued and filed with the Auditor of State and no exceptions were noted.

Mr. Keen asked whether OBM would split the cost for the MICR line update since they are responsible for the issuance of warrants? Ms. Kruse answered by informing Mr. Keen that OBM was not so inclined. Mr. Sprague asked what the approximate cost of the project would be. Ms. Kruse indicated that the Treasurer's Office was unsure at this point. She stated that the Treasurer's Office viewed it as an easy thing to do, but she believes OBM will not. There will be some project work to be done on the part of the Treasurer's Office as well, but that the Treasurer's Office will cover that with staff and not contractors.

Mr. Keen then asked whether we were discussing actual hard copy warrants. Ms. Kruse answered in the affirmative. He then inquired if the total fraction of all transactions was in the single digits. Ms. Kruse indicated that the number of transactions was greater than single digits; she stated that a lot of tax refunds and vendor payments are still processed on paper warrants. Mr. Keen asked if it was closer to twenty percent. Ms. Kruse stated it was her belief that it was between fifteen and twenty percent. Mr. Keen then indicated that the project had to be done; and that it makes him feel better that it is not a tiny number of checks. Mr. Keen observed that we need to modernize to where the industry standard is at this time. Mr. Sprague stated that the project has to be done no matter which budget the project costs come from.

Mr. Sprague reminded the Board members that no vote was necessary on the budget. He then asked if there were any additional questions about the budget. The Board had no additional questions or comments.

Additional new business before the Board: Resolution 2024-04, for the designation of public depositories, was presented to the Board for approval. Secretary Anderson read the Resolution into the record.

**STATE BOARD OF DEPOSIT  
RESOLUTION – 2024-04**

***September 4, 2024***

***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 additional applications from eligible financial institutions desiring to be designated as public depositories of interim deposits of the public moneys of the state for the period commencing July 4, 2022, and ending on July 6, 2025; and

*WHEREAS, the Treasurer of State has reviewed such applications and determined that each satisfies 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 set-forth in Exhibit A are hereby designated as public depositories of the public moneys of the state, for interim deposits only, for the period commencing July 4, 2022, and ending on July 6, 2025. The attached Exhibit A shall be incorporated herein by reference.*

*Robert Cole Sprague, Chairman*  
*Treasurer of State*

*Dave Yost*  
*Attorney General*

*Keith Faber*  
*Auditor of State*

**EXHIBIT A**  
**(Resolution BOD 2024-04)**  
**September 4, 2024**

**Name of Financial Institution:**

*Galion Building & Loan Bank*  
*First Bank of Central Ohio*  
*First Bank Richmond*  
*Peoples Savings Bank*  
*IH Credit Union*  
*Impact Credit Union, Inc.*  
*Community Savings Bank*  
*Farmers Bank and Savings Company*  
*Forcht Bank, National Association*  
*Hicksville Bank*  
*Toledo Urban Federal Credit Union*

Mr. Sprague moved for approval of Resolution 2024-04; Mr. Collier seconded the motion. The motion carried (3-0).

**PUBLIC COMMENT**

Mr. Sprague noted that he had asked Secretary Anderson if any witness slips had been turned in, and that Mr. Anderson answered in the negative.

Mr. Sprague moved to adjourn the meeting. Mr. Keen seconded the motion. The motion carried (3-0). The meeting was adjourned.

Robert Sprague  
ROBERT SPRAGUE, TREASURER OF STATE  
CHAIRMAN, STATE BOARD OF DEPOSIT

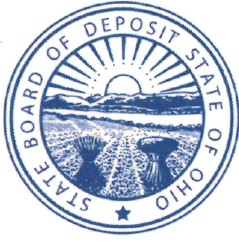
ATTORNEY GENERAL William Collier

AUDITOR OF STATE Timothy S. Rice

ATTEST: William J. Abel  
SECRETARY

Date approved: 18 December 2024





# STATE BOARD OF DEPOSIT STATE OF OHIO

**Members:**

Robert Sprague, Chairman  
Treasurer of State

Dave Yost  
Attorney General

Keith Faber  
Auditor of State

## STATE BOARD OF DEPOSIT RESOLUTION – 2024-05

December 18, 2024

**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 additional applications from eligible financial institutions desiring to be designated as public depositories of interim deposits of the public moneys of the state for the period commencing July 4, 2022, and ending on July 6, 2025; and

**WHEREAS**, the Treasurer of State has reviewed such applications and determined that each satisfies 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 set-forth in Exhibit A are hereby designated as public depositories of the public moneys of the state, for interim deposits only, for the period commencing July 4, 2022, and ending on July 6, 2025. The attached Exhibit A shall be incorporated herein by reference.

Robert Cole Sprague, Chairman  
Treasurer of State

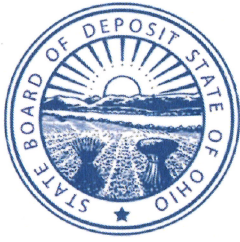
Dave Yost  
Attorney General

Keith Faber  
Auditor of State

**EXHIBIT A**  
**(Resolution BOD 2024-05)**  
**December 18, 2024**

**Name of Financial Institution:**

CME Federal Credit Union  
German American Bank  
The Citizens Bank Company  
Sharefax Credit Union



# STATE BOARD OF DEPOSIT

## STATE OF OHIO

**Members:**

Robert Sprague, Chairman  
Treasurer of State

Dave Yost  
Attorney General

Keith Faber  
Auditor of State

### As Amended 18 December 2024

Amended Minutes of the meeting of the State Board of Deposit held June 18, 2024, which started at 10:00 a.m. in the Rhodes State Office Tower Lobby Hearing Room.

**MEMBERS PRESENT:**

Robert C. Sprague, Treasurer of the State of Ohio  
William Collier, representing the Ohio Attorney General  
Timothy S. Keen, representing the Ohio Auditor of State

**OTHERS PRESENT:**

Harold J. Anderson, Secretary  
Marjorie Kruse, Deputy Treasurer  
Jane Wolfe, Treasurer of State  
Mike Lenzo, Treasurer of State  
Laura Martine, Treasurer of State  
Kate Olivetti, Treasurer of State  
Walt Myers, Treasurer of State  
Steven Gray, Treasurer of State  
Elizabeth Meade, Treasurer of State  
Hannah Poling, Treasurer of State  
Mac Robertson, Treasurer of State  
Jennifer Day, Treasurer of State

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.

Chairman Sprague called the meeting to order. Chairman Sprague then asked for a motion that the reading of the minutes from the State Board of Deposit meeting held May 1, 2024, which was previously distributed to the members, be dispensed with and that the minutes be approved upon motion and vote. Mr. Keen made the motion to approve the minutes and Mr. Collier seconded. Motion carried (3-0).

Mr. Sprague indicated that any audience members who were interested in addressing the Board, should fill out a witness slip and give the slip to the Board secretary. Mr. Sprague reminded the audience that witnesses were limited to two minutes when addressing the Board.

**OLD BUSINESS**

There was no old business to bring before the Board.

**NEW BUSINESS**

Mr. Sprague asked Jane Wolfe to provide an update on the fiscal year 2024 and fiscal year 2025 Board of Deposit budgets for informational purposes only. Ms. Wolfe started with the fiscal year 2024 budget. She indicated that the Board had been provided the fiscal year 2024 status report. She indicated that the update showed expenses paid through April 2024. She indicated that eighty percent of the fiscal year's expenses were in, and that there was sufficient budget to pay the remainder of the fiscal year's fees. Ms. Wolfe informed the Board members that the banking fees are paid in arrears, and that while banking invoices will come in after the fiscal year is over, they will be paid out of the fiscal year 2024 encumbrances. She then turned to the fiscal 2025 budget. Ms. Wolfe stated that the budget was flat and assembled like the fiscal year 2024 budget. She indicated that it was her opinion that the budget would be sufficient to cover all fees and expenses in fiscal year 2025. Mr. Keen observed that the actual liquidated amount of disbursements are low at this point; and he then asked whether they were going to grow. Mr. Keen went on to say that he presumed this was a result of the credits. He questioned whether the credits were larger than in the past. Ms. Wolfe informed Mr. Keen that higher interest rates, especially at Key Bank, were the source of the differences. She went on to say that we have been able to use earnings credits to offset dollars, and because of this fact you do not want to reduce the budget since interest rates are variable. Mr. Keen then observed that he would make that point when talking to OBM and the Legislature about the Board's budget request. Mr. Sprague observed that the million dollars of unspent money, really equate to earnings related to the contracts negotiated on the Board's behalf by the Treasurer's Office.

Mr. Sprague reminded the Board members that no vote was necessary on the budget. He then asked if there were any additional questions about the budget. The Board had no additional questions.

Additional new business before the Board: Resolution 2024-03, for the designation of public depositories, was presented to the Board for approval. Secretary Anderson read the Resolution into the record.

**STATE BOARD OF DEPOSIT  
RESOLUTION – 2024-03**

**June 18, 2024**

***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 additional applications from eligible financial institutions desiring to be designated as public depositories of interim deposits of the public moneys of the state for the period commencing July 4, 2022, and ending on July 6, 2025; and

***WHEREAS***, the Treasurer of State has reviewed such applications and determined that each satisfies 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 set-forth in Exhibit A are hereby designated as public depositories of the public moneys of the state, for interim deposits only, for the period commencing July 4, 2022, and ending on July 6, 2025. The attached Exhibit A shall be incorporated herein by reference.*

Robert Cole Sprague, Chairman  
Treasurer of State

Dave Yost  
Attorney General



Keith Faber  
Auditor of State

**EXHIBIT A**  
**(Resolution BOD 2024-03)**  
**June 18, 2024**

**Name of Financial Institution:**

Day Air Credit Union  
Union Savings Bank  
CenterBank  
First Federal Community Bank, National Association  
Guardian Savings Bank  
Cinfed Federal Credit Union  
Citizens Federal Savings and Loan Association  
The Home Savings and Loan Company of Kenton Ohio  
Adelphi Bank  
Century Federal Credit Union  
First Federal Savings and Loan Association of Lorain  
Seven Seventeen Credit Union, Inc.

Mr. Keen moved for approval of Resolution 2024-03; Mr. Sprague seconded the motion. The motion carried (3-0).

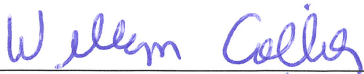
**PUBLIC COMMENT**

Mr. Sprague noted that he had asked Secretary Anderson if any witness slips had been turned in, and that Mr. Anderson answered in the negative.

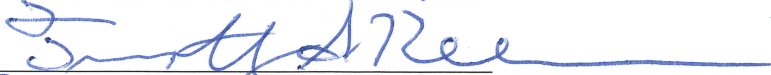
Mr. Sprague moved to adjourn the meeting. Mr. Collier seconded the motion. The motion carried (3-0). The meeting was adjourned.

  
ROBERT SPRAGUE, TREASURER OF STATE  
CHAIRMAN, STATE BOARD OF DEPOSIT

ATTORNEY GENERAL

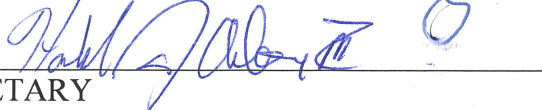


AUDITOR OF STATE



ATTEST:

SECRETARY



Date Amended Minutes Approved: 18 December 2024