



# 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 October 5, 2023, which started at 10:15 a.m. in the Office of the Ohio Treasurer of State, 10<sup>th</sup> Floor Training Room, Rhodes State Office Tower.

**MEMBERS PRESENT:**

Robert C. Sprague, Treasurer of the State of Ohio  
Jay R. Easterling, representing the Ohio Attorney General  
Timothy S. Keen, representing the Ohio Auditor of State

**OTHERS PRESENT:**

Harold J. Anderson, Secretary  
Marjorie Kruse, Deputy Treasurer  
Ann Clymer, Treasurer of State  
Jane Wolfe, Treasurer of State  
Mike Lenzo, Treasurer of State  
Laura Martine, Treasurer of State  
Blake Bishop, Treasurer of State  
Stacey Cumberlander, Treasurer of State  
Walt Myers, Treasurer of State  
A. Paul Thies, Treasurer of State  
Scott R. Adams, Treasurer of State  
Lindsey Cerimele, Treasurer of State  
Eric Moyer, 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 asked for a motion that the reading of the minutes from the State Board of Deposit meeting held July 20, 2023, which was previously distributed to the members, be dispensed and that the minutes be approved. Mr. Keen made the motion to approve the minutes and Mr. Easterling seconded. Motion carried (3-0).

## **RATIFICATION OF THE INTERIM FUNDS OF THE STATE OF OHIO**

Mr. Sprague moved on to the agenda item regarding the ratification of Interim Funds. In the packet the Board members received, were the investment ratification reports for the months July 2023 through September 2023. The individual full monthly reports were previously sent to the members and were posted on the Treasurer's website. The last page on the investment ratification report from July 2023 through September 2023 contained the amount the Board was asked to ratify. Mr. Sprague called for a motion to ratify the designation of interim funds in the amount of \$12,386,137,774.02 (twelve billion, three hundred eighty-six million, one hundred thirty-seven thousand, seven hundred seventy-four dollars and two cents) for the months of July 2023 through September 2023. Mr. Sprague moved to ratify the designation of interim funds; and Mr. Keen seconded the motion. The motion carried (3-0).

Mr. Sprague thanked all of the Board members for their feedback on the changes that were made relating to the reporting of interim funds. Mr. Sprague explained that the new reports will be much more relevant, both procedurally, and with respect to their underlying purpose in the future

## **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 Board of Deposit budget for informational purposes only. No motion to approve by the Board was required. Ms. Wolfe indicated that there were two budget snapshots. The first was a report on the closing of the fiscal year 2023 budget. All expenses have been matched against the opening of the encumbrances. That fiscal year is now closed, and there are no more expenses indicated to be coming in for payment. Ms. Wolfe then moved to the fiscal year 2024 budget update. Expenses were received and processed through the OAKS accounting system. This was a flat budget for the biennium, and it is not expected that there will be any need to ask for more budget authority in excess of the current appropriation authority for this biennium. The Board took a moment to review the budget updates. Mr. Keen inquired as to the amount that was lapsed at the end of 2023. Mr. Keen then observed that the Board spent thirty percent and lapsed seventy percent of the budget, so the Board spent \$514,000 of the \$1,688,000 budgeted. Ms. Wolfe agreed that those numbers were correct. Mr. Keen noted that this money was not general fund money it was a special fund. Ms. Wolfe confirmed that was a dedicated fund, and that money is transferred in from the investment accounts. Mr. Keen stated that the appropriation was more than adequate for the Board's purposes. Ms. Wolfe agreed with Mr. Keen's statement. She went on to say that when reviewing for the current biennium's budget submission, we included a ten percent reduction, and we will review for the next budget request as well. Ms. Kruse added that the current interest rate environment has helped the Board. Ms. Kruse went on to say that in the Board's contracts earnings credits are used to offset fees. With the higher interest earnings there have been lower costs. Mr. Keen then stated that the \$514,000 is low, and that in the recent past the budget expenses have been much closer to \$1,000,000. Ms. Wolfe agreed that Mr. Keen's point was correct. Mr. Keen agreed with Ms. Kruse that the lower expenses were a clear function of the higher interest rates. He then thanked Ms. Kruse for that information. Mr. Sprague then thanked the staff. He said that these savings happen when the Treasurer's Office goes through the RFP procedure for the banking services. He remarked that the staff does a phenomenal job in negotiating the contracts with the depository banks and getting the earnings credits. Mr. Sprague wanted the record to reflect that it would be easy to ask why the Board is appropriating so much, but that instead the focus should be on the fact that we are saving so much money, and benefit from the earnings credits that have been negotiated.

Mr. Sprague asked if there were any other questions about the budget. The Board had no additional questions.

Additional new business before the Board: Resolution 2023-03, 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 – 2023-03***

***October 5, 2023***

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

ATTEST: [Signature]  
SECRETARY  
Date approved: 7 February 2024

ATTORNEY GENERAL [Signature]

AUDITOR OF STATE [Signature]

*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 June 30, 2024; 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 June 30, 2024. The attached Exhibit A shall be incorporated herein by reference.*

*Robert Cole Sprague, Chairman  
Treasurer of State*

          DRAFT          

*Dave Yost  
Attorney General*

          DRAFT          

*Keith Faber  
Auditor of State*

          DRAFT          

**EXHIBIT A**  
**(Resolution BOD 2023-03)**  
**October 5, 2023**

**Name of Financial Institution:**

*Kemba Financial Credit Union  
Cincinnati Savings & Loan Co.*

Mr. Sprague moved for approval of Resolution 2023-03; Mr. Keen seconded the motion. The motion carried (3-0).

Mr. Sprague then indicated that the Board might be receiving more applications for the deposit of interim funds. Because of the balance sheets of the banks the way they are now, they are under some pressure. That because of the programs, the banks may desire to have interim money. The money is fully collateralized and is a great partnership with our financial institutions.

Secretary Anderson noted to the Board members that they would get the last of the old format Holdings and Ratification reports on October 5, 2023, via email. The new reporting format will commence in November 2023.

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



# 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 – 2024-01

February 7, 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 June 30, 2024; 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 June 30, 2024. 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 2024-01)**  
**February 7, 2024**

**Name of Financial Institution:**

Hancock Federal Credit Union  
Farmers State Bank  
Your Legacy Federal Credit Union  
Valley Central Bank