

MINUTES
STATE LOAN AND INVESTMENT BOARD
JUNE 1, 2017

These minutes memorialize the action taken at the meeting and provide a summation of the discussions. The audio recording provides a full record of the proceedings.

Opening:

The regular meeting of the State Loan and Investment Board (SLIB) was called to order by Chairman Mead at 8:00 a.m. on June 1, 2017 at the Wyoming Department of Transportation's Auditorium.

Board Members Present:

Matthew H. Mead, Chairman/Governor
Edward Murray, Secretary of State
Cynthia Cloud, State Auditor
Mark Gordon, State Treasurer
Jillian Balow, Superintendent of Public Instruction

Office of State Lands and Investments (OSLI) Staff Members Present:

Bridget Hill, Director
Elizabeth Blackwell
Machá Ledet

Megan Nicholas – Attorney General's Office

A. Minutes

1. April 6, 2017 Special State Loan and Investment Board Meeting

Secretary Murray moved to approve the April 6, 2017 Special State Loan and Investment Board minutes. Superintendent Balow second the motion. The motion carried.

Board Action: Approved
(Mead, Murray, Cloud, Gordon, and Balow voting Aye)

B. Reports

Director Hill addressed standard reports to the Board.

Director Hill presented to the Board the following board matters that were amenable for treatment on a consent list; Board matters E-1, E-2, E-3, F-1, G-1, and I-1 and noted that all relevant information within these board matters had been presented to the Board, in advance, for review.

Secretary Murray moved to approve the consent list. Treasurer Gordon seconded the motion. The motion carried.

(Board Vote: Mead, Murray, Cloud, Gordon, and Balow voting Aye)

Secretary Murray moved to accept the Director's recommendations for all board matters presented on the consent list E-1, E-2, E-3, F-1, G-1, and I-1. Auditor Cloud seconded the motion. The motion carried.

(Board Vote: Mead, Murray, Cloud, Gordon, and Balow voting Aye)

E. Farm Loans Matters

1. Beginning Agricultural Producer Loan - Hallam
Board Action: Approved
(Mead, Murray, Cloud, Gordon, and Balow voting Aye)
2. Repayment Plan, Loan No. B000077 - Heggem
Board Action: Approved
(Mead, Murray, Cloud, Gordon, and Balow voting Aye)
3. Repayment Plan, Loan No. F08303 - Brushy Creek Ranch
Board Action: Approved
(Mead, Murray, Cloud, Gordon, and Balow voting Aye)

F. Clean Water State Revolving Fund Matters

1. Clean Water State Revolving Fund (CWSRF) Core Program
Board Action: Approved
(Mead, Murray, Cloud, Gordon, and Balow voting Aye)

G. Drinking Water State Revolving Fund Matters

1. Drinking Water State Revolving Fund (DWSRF) Core Program
Board Action: Approved
(Mead, Murray, Cloud, Gordon, and Balow voting Aye)

I. Countywide Consensus Matters

1. Chapter 32 Countywide Consensus
Board Action: Approved
(Mead, Murray, Cloud, Gordon, and Balow voting Aye)

End of board matters approved under the consent list.

C. Policy Matters – None

D. State Investment Matters

1. Quarterly Review of Investment Performance – Information Only

Josh Kevan, RVK, Inc., reported to the Board a review of the performance of the State investments.

Board Action: No Action; Information Only

2. State Investment Policy Annual Review and Update

Josh Kevan, RVK, Inc., Betsy Anderson, General Counsel-State Treasurer's office, and Patrick Fleming CIO-State Treasurer's office, reported to the Board a review of the Master Investment Policy and Sub-Policies.

The Board discussed the master investment policy.

Treasurer Gordon recommended the Board approve the proposed changes to the State Loan and Investment Board's master investment policy and sub-policies.

Treasurer Gordon moved to approve the recommendation. Auditor Cloud seconded the motion. The motion carried.

Board Action: Approved
(Mead, Murray, Cloud, Gordon, and Balow voting Aye)

Treasurer Gordon proposed two amendments under Appendix B. Common School

Permanent Land Fund 2. Philosophy and Investment Strategy and Appendix F. Excellence in Higher Education Endowment Fund 2. Philosophy and Investment Strategy.

Appendix B. 2. The main objectives of the Common School Permanent Land Fund are to produce maximized long-term investment income and capital gains while providing an appropriate level of safety and liquidity. The primary investment goals are *income generation*, capital appreciation, total return, and protection against inflation. Capital preservation, and liquidity are important secondary goals.

Appendix F. 2. The main objectives of the Higher Education Endowment Fund are to produce endowment like long-term investment income while providing an appropriate level of safety and liquidity. The primary investment goals are *income generation*, *capital appreciation*, total return, and protection against inflation. Capital preservation and liquidity are important secondary goals.

Treasurer Gordon moved to amend Appendix B. Common School Permanent Land Fund 2. Philosophy and Investment Strategy and amending Appendix F. Excellence in Higher Education Endowment Fund 2. Philosophy and Investment Strategy. Superintendent Balow seconded the motion. The motion carried.

Board Action: Approved

(Mead, Cloud, Gordon, and Balow voting Aye; Murray Nay)

H. Mineral Royalty Grant Matters – None

J. Miscellaneous Matters – None

Other Matters

Director Hill reported to the Board that Hot Springs County Hospital District had a circumstance with their funding and would like to file an emergency Mineral Royalty Grant. Director Hill asked the Board to waive the application deadline for consideration at the June 15, 2017 State Loan and Investment Board meeting.

Auditor Cloud moved to instruct the Office to waive the deadline for accepting an application to allow Hot Springs County Hospital District to submit its application. Treasurer Gordon seconded the motion. The motion carried

Board Action: Approved

(Mead, Murray, Cloud, Gordon, and Balow voting Aye)

Chairman Mead adjourned the State Loan and Investment Board meeting and convened the Board as the Board of Deposits

K. Board of Deposits

1. Approval of Time Deposit/Open Account Interest Rate

Treasurer Gordon recommended the Board approve the TDOA rate to be established by using the 1-YR Treasury Bill average yield for the full calendar quarter (January 3, 2017-March 31, 2017). The rate of 0.89% will be for the first quarter of TDOA contract year 2017-2018 to be effective July 3, 2017 through September 30, 2017.

Treasurer Gordon moved to approve the recommendation. Superintendent Balow seconded the motion. The motion carried.

Board Action: Approved

(Mead, Murray, Cloud, Gordon, and Balow voting Aye)

2. Report of Bank Balances on Deposit and Collateral – Information Only

Board Action: No Action; Information Only

The Board adjourned the Board of Deposits and reconvened to the State Loan and Investment Board.

Adjournment:

Chairman Mead adjourned the State Loan and Investment Board at 8:58 a.m., on June 1, 2017. The next State Loan and Investment Board meeting will be June 15, 2017, 8:00 a.m. in the Herschler Building, Room 1699.

Minutes submitted by: Machá Ledet, Executive Assistant

Approved by:

Bridget Hill

Secretary of the State Loan and Investment Board

***Note: Please see the minutes of the following meeting for possible clarifications to discussions.**

Minutes were tabled at the State Loan and Investment Board on August 10, 2017.