



## TREASURER OF STATE

January 26, 2010

Thursday, 25 February 2:30

Minutes of the meeting of the State Board of Deposit held January 26, 2010 at 11:00 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  
Simone Wilkinson, Treasurer of State  
Sheryl Klein, Treasurer of State  
Linda Day, Treasurer of State  
Kyana Pierson, Treasurer of State  
Jeff Collver, Treasurer of State  
Denise Blain, Treasurer of State  
Paul Teasley, Hannah News Service  
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 to approve the minutes of the State Board of Deposit meeting held December 22, 2009 which had previously been distributed to the members be dispensed and that the minutes be approved. Mr. Vega made the motion to approve and Mr. Keen seconded. The motion carried.

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 .25%. Economists believe the rate will remain flat until the unemployment rate begins to decrease. The overall belief is that rates will stay at these levels until the end of the year 2010. Core CPI is the primary measure of inflation. Core CPI stands at 1.8% for the month of December 2009. Core inflation is expected to remain low throughout 2010 as the country struggles with the worst recession since 1930. Ohio home sales statewide for new and existing homes for the period January – November totaled 96,022 sales which was 8.6% lower than the 105,015 sales posted during the same period last year. Ohio home sales increased in October 2009 for the first time in 14 months. The national unemployment rate was at 10.0% for the month of December, unchanged from the 10.0% from November 2009. Ohio's unemployment rate was 10.6% for the month of November. The strategy is to add value and position the portfolio in line with near term expectations on interest rates.

Also under new business a resolution was presented to the board regarding inactive deposits. Mr. Ahmad asked for a motion to approve the resolution. Mr. Vega approved and Mr. Keen seconded.

### RATIFICATION OF THE INTERIM FUNDS

Mr. Ahmad moved for the Board to ratify \$4,095,428,479.80 as interim funds for December 2009. Mr. Keen approved 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 December 2009 were \$74,928.77. KeyBank Trust banking fees for December 2009 were \$6,815.10. US Bank banking fees were \$127.84 for December 2009. Fifth Third banking fees for ODNR (Maumee Bay) were \$56.89 for December 2009. Fifth Third banking fees for ODNR (Wapakoneta) for November 2009 were \$42.56. Fifth Third ODNR Watercraft Akron for November and December 2009 were \$44.95 and \$47.53. National City banking fees for ODNR Watercraft were \$21.14 for December 2009. The Board of Deposit advertising fees for RFP were

\$5,979.05 and the OAKS voucher processing fees were \$2.23. Mr. Keen authorized 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 moved to adjourn. Motion carried. Meeting adjourned.

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

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

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