



TREASURER OF STATE

June 24, 2008

Monday, 04 August 2008 04:32

Minutes of the meeting of the State Board of Deposit held Thursday June 24, 2008 at 9:30 a.m. in the Office of the Treasurer of State.

MEMBERS PRESENT:

Richard Cordray, Treasurer of State (Chair)

Thomas Winters, representing Attorney General Nancy Rogers

Tim Keen, representing Auditor of State Mary Taylor

OTHERS PRESENT:

Christina Haddad, Auditor of State

Chris Glaros, Treasurer of State

Sue Hamilton, Treasurer of State

Amer Ahmad, Treasurer of State

Jennifer Day, Treasurer of State

Bob Newman, Treasurer of State

Holly Hollingsworth, Treasurer of State

Jonathan Vega, Treasurer of State

Matt Curry, Treasurer of State

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.

Treasurer Cordray moved that the reading of the minutes of the State Board of Deposit meeting held May 22, 2008 which had previously been distributed to the members be dispensed and that the minutes be approved. Mr. Keen approved and Mr. Winters seconded. The motion carried.

OLD BUSINESS

Under old business the following resolutions regarding bank designations were presented to the Board;

STATE BOARD OF DEPOSIT

RESOLUTION – 007

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 responses from eligible financial institutions desiring to be designated as public depositories of the public moneys of the state for the two-year period commencing July 7, 2008 and ending July 4, 2010; and,

WHEREAS, the Treasurer of State has reviewed such applications and determined that each met 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 are hereby designated as public depositories of the public moneys of the state for the two-year period commencing July 7, 2008 and ending July 4, 2010.

Attachment to June 24, 2008 State Board of Deposit Resolution 007

Banks with completed applications to be approved as state depositories:

1. Bank of Maumee Maumee OH
2. First Bexley Bank Bexley OH
3. Monroe Federal savings and Loan Association Tipp City OH
4. 1ST National Community Bank East Liverpool OH
5. Home Loan Savings Bank Coshocton OH
6. Foundation Bank Cincinnati OH
7. First Central National Bank St. Paris OH
8. First State Bank Winchester OH
9. First National Bank, Bellevue Bellevue OH

10. Liberty National Bank Ada OH
11. Peoples Bank, N.A. Marietta OH
12. Wayne Savings Community Bank Wooster OH
13. Commercial Savings Bank Upper Sandusky OH
14. Lorain National Bank Lorain OH
15. Century National Bank Zanesville OH
16. Home City Federal Savings Bank Springfield OH
17. Kingston National Bank Kingston OH
18. Community Bank Crooksville OH
19. Greenville National Bank Greenville OH
20. Cortland Savings & Banking Company Cortland OH
21. WesBanco Bank, Inc. Wheeling WV
22. The Ohio State Bank Marion OH
23. Andover Bank Andover OH
24. Citizens National Bank of Chillicothe Chillicothe OH
25. American Savings Bank Portsmouth OH
26. The National Bank of Oak Harbor Oak Harbor OH
27. Delaware County Bank & Trust Lewis Center OH

There was a motion to approve the resolution. Mr. Keen approved and Mr. Winters seconded.

STATE BOARD OF DEPOSIT

RESOLUTION - 008

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, eligible financial institutions have expressed a desire to be designated as public depositories of the public moneys of the state for the two-year period commencing July 7, 2008 and ending July 4, 2010 but have not yet submitted all documents required by the Treasurer of State for approval; and,

WHEREAS, the State Board of Deposit's next meeting will be after July 6, 2008, the ending date of the current designation period;

THEREFORE, BE IT RESOLVED BY THE STATE BOARD OF DEPOSIT:

The attached list of financial institutions are hereby designated as public depositories of the public moneys of the state for the two-year period commencing July 7, 2008 and ending July 4, 2010 pending receipt of all documents required by the Treasurer of State and the Treasurer of State's review and determination that each meets the requirements of Chapter 135 of the Ohio Revised Code.

Attachment to June 24, 2008 State Board of Deposit Resolution 008

Banks pending completed applications to be approved as state depositories:

1. Insight Bank, Columbus, OH
2. Savings Bank, Circleville, OH
3. Metamora State Bank, Metamora, OH
4. Citizens Savings Bank, Martins Ferry, OH
5. Richwood Banking Company, Richwood, OH
6. Home Savings & Loan Company Youngstown, Youngstown, OH
7. Osgood State Bank, Osgood, OH
8. First National Bank, New Bremen, New Bremen, OH
9. First Federal Bank of the Midwest, Defiance, OH

There was a motion to approve the resolution. Mr. Winters approved and

Mr. Keen seconded.

Also under new business an update on the banking contracts was given. The office is in the process of having the seven depository contracts executed and signed by July 7, 2008. In the event the new contracts have not been signed the old contracts will roll forward.

An update was also given to the board members regarding the Board of Deposit audit being performed by Kennedy Cottrell Richards. Two out of three of the agreed upon procedures have been completed. The estimated completion date is July 15, 2008.

NEW BUSINESS

ECONOMIC OUTLOOK / INVESTMENT

Investment Director Bob Newman presented an overview of the investment philosophy. The Federal Funds rate is at 2.0%. The Federal Funds rate is forecasted to remain flat through March 2009. Core CPI is the primary measure of inflation. Core CPI stands at 2.3%. The Federal Reserve may be required to raise rates due to inflation expectations. Existing home sales decreased 1% in April and new home sales increased 3.3% in April 2008. The foreclosure crisis continues to have an impact on the US economy. The national unemployment rate for May 2008 was reported at 5.5%. The strategy is to continue to add value and position the portfolio in line with near term expectations on interest rates.

RATIFICATION OF THE INTERIM FUNDS

Treasurer Cordray moved for the Board to ratify \$5,968,399,664.80 as interim funds for May 2008. Mr. Keen approved and Mr. Winters 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 May 2008 were \$91,014.89. KeyBank Trust banking fees for May 2008 were \$10,537.52. PNC banking fees were \$282.84 for May 2008. Fifth Third banking fees (DNR Wapakoneta) were \$63.63 for May 2008. Fifth Third banking fees for DNR Maumee Bay for May 2008 were \$90.63. KeyBank banking fees for (State Highway Patrol Drop) for May 2008 were \$93.14. US Bank banking fees were \$206.28 for May 2008. National City banking fees for DNR Cambridge were \$25.44 for April 2008. Mr. Winters authorized the Chairman to pay these expenses from the appropriations for that purpose. Mr. Keen seconded.

There being no further business to come before the Board, Treasurer Cordray moved to adjourn. Motion carried. Meeting adjourned.

RICHARD CORDRAY, TREASURER OF STATE
CHAIRMAN, STATE BOARD OF DEPOSIT

ATTEST _____
SECRETARY

ATTORNEY GENERAL _____

AUDITOR OF STATE _____