# CASH MANAGEMENT AND INVESTMENT OVERSIGHT COMMISSION

**June 19, 2015**

**Regular Meeting**

**Minutes**

The eighty-ninth meeting of the Cash Management and Investment Oversight Commission (CMIOC), a Regular Meeting, was held June 19, 2015, 10:00 a.m., in Room 419-A, State Capitol Building.

**Roll Call:**

Members Present:

Ms. Lynne Bajema, (Chair) State Comptroller, OMES

Ms. Rhonda Bruno, Banking Department

Ms. Laura Swingle, Oklahoma Securities Commission

Mr. Thom McGuire, CPA (Ardmore, OK)

Members Absent:

Mr. Brian Gabbard, Chairman & CEO, Gabbard and Company

Others Attending:

Ms. Jan Preslar, Attorney General

Ms. Lisa Murray, Chief Investment Officer, OST

Ms. Sherian Kerlin, OST

Mr. Azam Habibi, OST

**Item 1**

Chair Bajema called the meeting to order and declared a quorum present.

**Item 2**

The minutes from the March 27, 2015 minutes were approved.

**Item 3**

Chair Bajema confirmed that the reports were received from the State Treasurer’s office and that a meeting of the Executive Review Committee was not necessary this quarter.

**Item 4**

Sherian Kerlin, OST, provided updates from the last quarter – OST finalizing budget for 2016, allocate 5% reduction and appropriations to FY16 budget. Currently partnering with OMES to complete migration for new platform and upgrade for certain oracle based applications that are used by agencies statewide to process view and download payment data and support other treasury functions. Unclaimed property staff is setting new records for returning unclaimed property to the rightful owner. The staff has returned more than $36 million dollars in property this year.

Lisa Murray, Chief Investment Officer for the State Treasurer’s Office, provided updates on the market and the Treasurer’s portfolio.

The total portfolio yield as of April 30, 2015 was 1.78% in comparison to twelve months before of 1.82%. She said the Federal Reserve met earlier in the week, they did not raise interest rates and were still taking a data-dependent stance. The financial markets and updates to economic factors were discussed. Continued focus on reduction of overnight liquidity attributed to estimated additional interest earnings in excess of $830,000 for July through May, in comparison to FY14. The OST mortgaged-backed security portfolio was compared to two similar indexes focusing on risk characteristics, yield to maturity and coupon rate.

**Item 5**

The Commission reviewed the financial report for the Commissioners of the Land Office and CompSource. No action was taken. Mr. McGuire questioned CLO’s management fees for PIMCO in relation to PIMCO returns. Chair Bajema said she would pose the question to CLO.

**Item 6**

No new business

**Item 7**

Adjournment

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Chair