

**STATE FINANCE COMMITTEE
PUBLIC DEPOSIT PROTECTION COMMISSION**

STATE OF WASHINGTON

BRIEFING BOOK



OFFICE OF THE STATE TREASURER

MEETING OF JANUARY 13, 2010



JAMES L. McINTIRE, Chairman
State Treasurer

CHRISTINE O. GREGOIRE, Member
Governor

State of Washington
STATE FINANCE COMMITTEE

BRAD OWEN, Member
Lieutenant Governor

STATE FINANCE COMMITTEE
PUBLIC DEPOSIT PROTECTION COMMISSION

January 13, 2010
Office of the State Treasurer
Legislative Building, Room 230
Olympia, WA
9:00 AM

PURSUANT TO STATUTORY PROVISIONS, YOU ARE HEREBY NOTIFIED that the State Finance Committee and Public Deposit Protection Commission of the state of Washington, will hold a Special Meeting at the Office of the State Treasurer, Legislative Building, Second Floor, Room 230, Olympia, Thursday 9:00 A.M., on the **13th day of January 2010** to consider the following:

State Finance Committee

1. Approval of minutes of the October 14, 2009 State Finance Committee meeting.
2. Approval of minutes of the October 15, 2009 State Finance Committee meeting.
3. Resolution No. 1097 awards the sale of \$487,950,000 State of Washington Various Purpose General Obligation Bonds, Series 2010E, as authorized by Resolution No. 1084 of the Committee and one or more of the Bond Acts identified therein.

Public Deposit Protection Commission

Commission Action:

4. Approval of the minutes of the October 15, 2009 meeting.
5. Resolution No. 2010-1 consideration of PDPC requirements and procedures.
6. Resolution No. 2010-2 consideration of a new public depository by the Commission.

Office of the State Treasurer

Legislative Building, P.O. Box 40200 • Olympia, Washington 98504-0200 • (360) 902-9000
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Commission Report:

7. Resolution No. 2009-L22 issued by the Chairman on behalf of the University of Washington in accordance with authorization granted under Resolution No. 2005-7 dated August 16, 2005.

Resolution No. 2010-L1 issued by the Chairman on behalf of the University of Washington in accordance with authorization granted under Resolution No. 2005-7 dated August 16, 2005.

If you are a person with a disability and require an accommodation for attendance, please contact the Office of the State Treasurer, (360) 902-9000, 24 hours prior to the meeting date.

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JANUARY 13, 2010

9:00 AM

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TAB 1

OLYMPIA, WASHINGTON

October 14, 2009

10:00 am

Washington Office of the State Treasurer

The State Finance Committee met in a special meeting after notice duly given to the press and radio of Thurston County.

Present: James L. McIntire, State Treasurer
Christine O. Gregoire, Governor
Brad Owen, Lt. Governor

Also Present: Svein Braseth, Office of the State Treasurer
Hugh Spitzer, Foster Pepper PLLC
Dean Torkelson, Seattle Northwest Securities
Jenny Poreé, Montague DeRose and Assoc.
Johnna Skyles Craig, Associate Attorney General
Gina Stark, Office of the State Treasurer
Sue Penley, Office of the State Treasurer
Bill Starkey, Seattle Northwest Securities
Rob Shelly, Seattle Northwest Securities
Wolfgang Optiz, Office of the State Treasurer
Jeff Caldwell, Washington State Department of Transportation
Liz Mendizabal, Washington State Investment Board
Theresa Whitmarsh, Washington State Investment Board
Pat McElligott, Washington State Investment Board
Sue Melvin, Office of the State Treasurer
Natalie Perkins, Montague DeRose and Assoc.
Doug Vaughn, Washington State Department of Transportation
Tom Saelid, Office of Financial Management
Nancy Notter, Office of the State Treasurer
Shelly Sweeney, Office of the State Treasurer
Wendy Kancianich, Office of the State Treasurer
Pam Johnson, Office of the State Treasurer
Alicia Dunkin, Office of Financial Management
Noah Crocker, Office of the State Treasurer

Chairman McIntire called the meeting to order at 10:00 am on October 14, 2009.

Chairman McIntire brought up for adoption the approval of a revised version of the minutes for the September 17, 2009 meeting. Lt. Governor Owen moved to approve the minutes of the September 17, 2009 State Finance Committee Meeting. Governor Gregoire seconded the motion. The motion passed and the minutes were adopted.

Chairman McIntire introduced Resolution 1096 which set forth the approval of Theresa Whitmarsh as the Executive Director of the Washington State Investment Board. Chairman McIntire introduced Theresa Whitmarsh and Pat McElligott, Chair of the WSIB Board, and asked if the Finance Committee members had any questions for them.

Governor Gregoire moved to adopt Resolution 1096. Chairman McIntire seconded the motion. Treasurer McIntire asked for discussion, seeing none, the motion passed and Theresa Whitmarsh was approved as the new Executive Director of the Washington State Investment Board.

Before moving to the next resolution, Chairman McIntire introduced Ellen Evans, Deputy Treasurer Debt Management, who was participating by phone. Chairman McIntire stated that Ellen Evans was in New York monitoring the progress on the State's sale of the Build America Bonds that were set to be sold the following day.

Chairman McIntire asked Ellen to give the Committee members an update and context of what they will be doing the next day.

Ellen Evans said that observing the market from the New York side was both interesting and informative. She explained that Washington State was in the process of two days of sales. Today was a competitive sale of three difference series: a new money issue and two refunding issues. Tomorrow the state of Washington will sell Build America Bonds (BABs). She noted that it was a tough, somewhat volatile, due in part to California's large issue the previous week. California issued more than \$4.1 billion of tax-exempt and taxable bonds which had widened spreads for all municipal issuers borrowing "in their wake". Although the market is now beginning to stabilize, there are indications issuers re-evaluating the current low yields that are available to them. However, the good news is that yields are still very low. She announced that this morning's competitive sales were very successful and set a new record low of 4.23 percent, the lowest rate Washington State had achieved in 30 years.

At that point she turned it over to Dean Torkelson, to report on the saving levels achieved on the two refundings executed this morning. Mr. Torkelson stated the bonds that were sold this morning refunded \$346,485,000 outstanding bonds with an interest rate of about 5.24%. The

bonds sold today obtained a rate of approximately 3.7%, producing savings of about \$24 million. Current biennium savings are approximately \$7.3 million.

He noted that with the recent increase in rates, the size of the refunding had been scaled back from the \$650 million that had been scheduled to be refinanced a week ago. He reminded the Committee that there would likely be other opportunities for refundings. A refunding threshold was set because you can only advance refund once and we want to hold ourselves to a high standard but still overall a good result.

Chairman McIntire stated that the Treasurer's Office was able to save \$7.3 million for the state's supplemental budget. He stated to date that savings are close to \$12 million dollars as a result of refundings alone. The Treasurer's staff will continue to monitor opportunities to achieve savings through lower debt service costs

Chairman McIntire introduced Resolution 1092.

Resolution No. 1092 was brought before the committee.

Resolution No. 1092 awards the sale of \$229, 970,000 State of Washington Various Purpose General Obligation Bonds, Series 2010C, as authorized by Resolution No. 1084 of the Committee and one or more of the Bond Acts identified there in.

Governor Gregoire moved to adopt Resolution 1092 and the Lt. Governor seconded the motion and Resolution 1092 was adopted.

Chairman McIntire introduced Resolution 1093.

Resolution No. 1093 was brought before the committee.

Resolution No. 1093 awards the sale of \$215,500,000 State of Washington Various Purpose General Obligation Refunding Bonds, Series R-2010B, as authorized by Resolution Nos. 945 and 1023 of the Committee and one or more of the Bond Acts identified therein.

Governor Gregoire moved to adopt Resolution 1093. Lt. Governor Owen seconded the motion and Resolution 1093 was adopted.

Chairman McIntire introduced Resolution 1094.

Resolution No. 1094 was brought before the committee.

Resolution No. 1094 awards the sale of \$121,235,000 State of Washington Motor Vehicle Fuel Tax General Obligation Refunding Bonds, Series R-2010C, as authorized by Resolution Nos. 945 and 1023 of the Committee and one or more of the Bond Acts identified therein.

Governor Gregoire moved adoption of Resolution 1094 and Lt. Governor Owens seconded the motion and Resolution 1093 was adopted.

Lt. Governor Owen inquired about the winning bidder of the competitive sale. Although this information is reported in the resolution, Chairman McIntire asked that it be stated for discussion purposes.

Dean Torkelson announced the winning bidder for series 2010C was Merrill Lynch & Co., for series R-2010B it was Merrill Lynch & Co, and for series R-2010C it was Barclays Capital, Inc.

For the record:

Resolution No. 1092 accepts a bid for the purchase of State of Washington Various Purpose General Obligation Bonds, Series 2010C in the aggregate principal amount of \$229,970,00; fixing the interest rates; in accordance with Resolution No. 1084. The Series 2010C Bonds are tax-exempt current interest bonds on which interest is paid semi-annually on the outstanding principal. Six bids were received by the State's electronic bid provider, i-Deal/Parity, at 8:30 a.m. Pacific Time. Merrill Lynch & Co. was the apparent low bidder submitting a true interest cost (TIC) of 4.2309114%. Barclays Capital, Inc. submitted a TIC of 4.2482275%; Morgan Stanley & Co., submitted a TIC of 4.2494698%; J.P. Morgan Securities submitted a TIC of 4.2594403%; Citigroup Global Markets Inc. submitted a TIC of 4.3102566%; and Goldman, Sachs & Co. submitted a TIC of 4.3146069%.

Resolution No. 1093 accepts a bid for the purchase of State of Washington Various Purpose General Obligation Refunding Bonds, Series R-2010B in the aggregate principal amount of \$215,500,000; fixing the interest rates; in accordance with Resolution Nos. 945 and 1023. The Series R-2010 B Bonds are tax-exempt current interest bonds on which interest is paid semi-annually on the outstanding principal. Four bids were received by the State's electronic bid provider, i-Deal/Parity, at 7:30 a.m. Pacific Time. Merrill Lynch & Co was the apparent low bidder submitting a true interest cost (TIC) of 3.6706630%; Barclays Capital, Inc. submitted a TIC of 3.6807463%; Citigroup Global Markets Inc. submitted a TIC of 3.7625295%; and J.P. Morgan Securities Inc. submitted a TIC 3.7691456%.

Resolution No. 1094 accepts a bid for the purchase of State of Washington Motor Vehicle Fuel General Obligation Refunding Bonds, Series R-2010C in the aggregate principal amount of \$121,235,000; fixing the interest rates; in accordance with Resolution Nos. 945 and 1023. The

Series R- 2010C Bonds are tax-exempt current interest bonds on which interest is paid semi-annually on the outstanding principal. Five bids were received by the State's electronic bid provider, i-Deal/Parity, at 8:00 a.m. Pacific Time. Barclays Capital, Inc. was the apparent low bidder submitting a true interest cost (TIC) of 3.7139604%; Merrill Lynch & Co. submitted a TIC of 3.7622613%; J.P. Morgan submitted a TIC of 3.7689719%; Morgan Stanley & Co. submitted a TIC of 3.8127596%; and Citigroup Global Markets Inc. submitted a TIC of 3.8457844%.

Chairman McIntire recognized Jenny Poreé with Montague DeRose & Assoc. who gave a brief summary of how the sale of the Build America Bonds sale would proceed on the following day. She noted that she expected Washington State to be well received in the market and advised that the State Finance Committee would need to act upon the BAB's transaction expeditiously.

Chairman McIntire moved to the next agenda item regarding legislation that will provide delegation authority from the State Finance Committee to the Office of the State Treasurer. This will provide the capacity to move more quickly to the market and take advantage of opportunities without waiting weeks to schedule a State Finance Committee meeting. He noted that the point of this discussion was to put this proposal out on the table for public comment. He also noted that if the legislation were to be approved, the Committee would still be required to meet at least twice a year.

The Governor commented that the draft language included her comments and that she was pleased.

The Lt. Governor raised the issue of 63-20 financings being a different situation since the issuer then is not the state. He noted that in this instance there would be a need to come back to the Committee for approval. There also maybe times when a special meeting will need to be called.

The Governor commented that the two annual meetings could be used to discuss policy and not only focus on the approval of bond sales.

The Lt. Governor asked if the Governor and Lt. Governor can call a State Finance Committee meeting. Treasurer's office stated they would find an answer to that question.

It was stated the Office of the State Treasurer would soon be checking the Governor's and Lt. Governor's calendars for a refunding and new sale early in the year.

Treasurer McIntire adjourned the meeting at 10:40 am.

TAB 2

State Finance Committee Minutes
October 15, 2009
9:00 am

The State Finance Committee met in a special meeting after notice duly given to the press and radio of Thurston County.

Present: James L. McIntire, State Treasurer, Chair
Christine O. Gregoire, Governor
Brad Owen, Lt. Governor (via telephone)

Also Present: Ellen Evans, Office of the State Treasurer (via phone)
Svein Braseth, Office of the State Treasurer
Nancy Neraas, Foster Pepper
Nancy Adams, Office of the State Treasurer/PDPC
Jenny Poreé, Montague DeRose and Assoc.
Johnna Skyles Craig, Attorney General's Office
Wolfgang Optiz, Office of the State Treasurer
Doug Montague, Montague DeRose and Assoc (via phone)
Shaun Rai, Montague DeRose and Assoc (via phone)
Amy Arnis, Washington State Department of Transportation
Kathleen Brown, Goldman Sachs
Doug Extine, Office of the State Treasurer
Shad Pruitt, Office of the State Treasurer
Wendy Kancianich, Office of the State Treasurer
Alicia Dunkin, Office of Financial Management
Jeff Caldwell, Washington State Department of Transportation
Doug Vaughn, Washington State Department of Transportation
Tom Saelid, Office of Financial Management
Noah Crocker, Office of the State Treasurer
Pam Johnson, Office of the State Treasurer
Natalie Perkins, Montague DeRose and Assoc.
Shelly Sweeney, Office of the State Treasurer
Paul Bloom, Goldman Sachs
Caroline Mutter, Goldman Sachs (via phone)
Steve Dworkin, J.P. Morgan Securities
Daniel Feitelberg, J.P. Morgan Securities
Andrew Smith, Office of the State Treasurer
Gina Stark, Office of the State Treasurer

Chairman McIntire called the meeting to order at 9:00 am on October 15th, 2009.

The syndicate team from Goldman Sachs and Co. and JP Morgan confirmed they were on the call from New York. They inquired if the State Finance Committee was also ready to begin.

Carolyn Mutter of Goldman Sachs described how rates would be set on the \$503,365,000 Motor Vehicle Fuel Tax, Series 2010D (Taxable Build America Bonds – Direct Payment). She outlined that the pricing today would be for three tranches:

First, \$295.390 million, with a 30 year final maturity, maturing on August 1, 2039, and carrying an average life of 25.6 years. This tranche will amortize from 2030 and to 2039. The 30-year tranche will be priced at a spread of 120 basis points over U.S. Treasuries of that maturity.

Second, \$112.510 million, with a 20 year final maturity, maturing on August 1, 2029, and carrying an average life of 17.8 years. This tranche will amortize from 2025 and to 2029. The 20-year tranche will be priced at a spread of 110 basis points over U.S. Treasuries.

Finally, the third tranche will be for \$95,464 million serial bonds maturing August 1, 2020 through August 1, 2024. The 15-year (\$20.265 million) will be priced at Treasuries +130 basis points. The 14-year (\$19.655 million) will be priced at Treasury +125 basis points. The 13-year (\$19,070 million) will be priced at Treasury +120 basis points. The 12-year (\$18,505 million) will be priced at Treasury +115 basis points. The 11-year (\$17,970) will be priced at Treasury + 110 basis points.

Ms. Mutter specified that all of the three tranches settle on October 22, 2009, with the first coupon payment for all tranches on February 1, 2010 and coupons payment on August 1st and February 1st thereafter. All tranches will carry a make-whole optional redemption clause of Treasury +20 basis points and include an extraordinary redemption clause of Treasury +100 basis points.

Ms. Mutter then explained the next steps in the pricing process. It was then outlined what the next steps that would occur in the meeting. Ellen Evans of the Office of the State Treasurer noted that at this point the State Finance Committee should be asked for a verbal indication of their approval of the transaction.

The Governor moved the approval. The motion was seconded by the Lt. Governor and approved.

Ms. Mutter continued with the dry-run of the process to set coupons, using current bid-side coupons, rather than live levels. Once they have live levels they will take the treasury rate and add the spread that was discussed earlier. Carolyn went through some examples. Once they have the coupons level then Ellen will proceed with getting the approval of the bids. Shaun Rai of Montague DeRose confirmed the U.S. Treasury indications and Ms. Evans indicated that the pricing should proceed.

Ms. Mutter proceeded to set the pricing with the following “live” Treasury levels:

Maturity	Treasury Yield	Treasury Coupon	Treasury Maturity
8/01/2020	3.436	3.625	8/19

8/01/2021	3.436	3.625	8/19
8/01/2022	3.436	3.625	8/19
8/01/2023	3.436	3.625	8/19
8/01/2024	3.436	3.625	8/19
8/01/2029	4.281	4.25	5/39
8/01/2039	4.281	4.25	5/39

To finalize the pricing, Ms. Mutter reported the exact coupons on each of the bond maturities, noting that all “tranches” or maturities will be priced at par:

30 year 5.481
20 year 5.381
15 year 4.736
14 year 4.686
13 year 4.636
12 year 4.586
11 year 4.536

Nancy Neraas of Foster Pepper asked to read the coupons back to ensure accuracy. They were read back and agreed upon by Ms. Mutter.

Resolution No. 1095 was brought before the committee.

Governor Gregoire moved to adopt Resolution 1095 which awards the sale of \$503,365,000 State of Washington Motor Vehicle Fuel Tax General Obligation Bonds, Series 2010D (Taxable Build America Bonds-Direct Payment), as authorized by Resolution No. 1085. Lt. Governor Owen seconded the motion and the Resolution was adopted.

Ms. Evans thanked everyone for their work on this transaction and reported that with this sale the State achieved a TIC of 3.52%. Treasurer McIntire thanked Ms. Evans and everyone for their hard work on the Build America Bonds.

Treasures McIntire adjourned the meeting at 9:40 am.

TAB 3



State of Washington
STATE FINANCE COMMITTEE

JAMES L. McINTIRE, *Chairman*
State Treasurer

CHRISTINE O. GREGOIRE, *Member*
Governor

BRAD OWEN, *Member*
Lieutenant Governor

January 11, 2010

MEMORANDUM

TO: The Honorable James L. McIntire
The Honorable Christine O. Gregoire
The Honorable Brad Owen

FROM: Ellen Evans
Deputy State Treasurer / Secretary

RE: **Proposed Resolution No. 1097** Awarding the Sale of State of Washington Various Purpose General Obligation Bonds, Series 2010E

Proposed Resolution No. 1097 awards the sale of Series 2010E Bonds. The purpose and the background of the resolution are summarized below:

- **Resolution Purpose.** Proposed Resolution No. 1097 accepts a bid for the purchase of State of Washington Various Purpose General Obligation Bonds, Series 2010E, in the aggregate principal amount of \$487,950,000; and fixes the interest rates and certain other terms of the Series 2010E Bonds in accordance with Resolution No. 1084.
 - **Sale.** Preparations have been made to receive bids on the Series 2010E Bonds at the Office of the State Treasurer, January 13, 2009 at 7:30 a.m. Pacific Time. The Series 2010E Bonds will be sold competitively. Office of the State Treasurer staff will verify the bids and present the apparent winning bid for the Series 2010 E Bonds to the Committee at 9:00 AM.
- Charts showing (1) current municipal and U.S. Treasury interest rates and (2) 10-year municipal and 10-year U.S. Treasury interest rates from January 2008 through current are included with this memorandum. .
- **Background.** On June 9, 2009, the State Finance Committee adopted Resolution No. 1084 authorizing the issuance of State of Washington Various Purpose General Obligation Bonds, in the maximum principal amount of \$2,408,510,000 pursuant to various bond acts for the purpose of providing funds to pay and reimburse state expenditures for various state projects

Office of the State Treasurer

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for the 2009-11 biennium. Resolution 1097 awards the sale of \$487,950,000 of this amount as Series 2010E Bonds:

Resolution 1084, 6/9/2009:	\$ 2,408,510,000
Issued to date:	593,675,000
Series 2010E:	487,950,000
Authorized Unissued:	<u>\$ 1,326,885,000</u>

The Series 2010E Bonds are being issued to provide funds to pay and reimburse the state for various capital project expenditures, including state and higher education building construction, state programs for Columbia River Basin water supply development, preservation and conservation of wildlife habitat, farm and riparian lands, and outdoor recreation facilities. Bond proceeds are to be deposited to the following funds:

State Building Construction Account (fund 057),
Outdoor Recreation Account (fund 070),
State and Local Impr. Revolving Account -- Water Supply Facilities (fund 072),
Farmlands Preservation Account (fund 09C),
Riparian Protection Account (fund 09G),
Columbia River Basin Water Supply Account (fund 10P),
Habitat Conservation Account (fund 244),
Gardner-Evans Higher Education Construction Account (fund 357), and
School Construction and Skill Centers Account (fund 359).

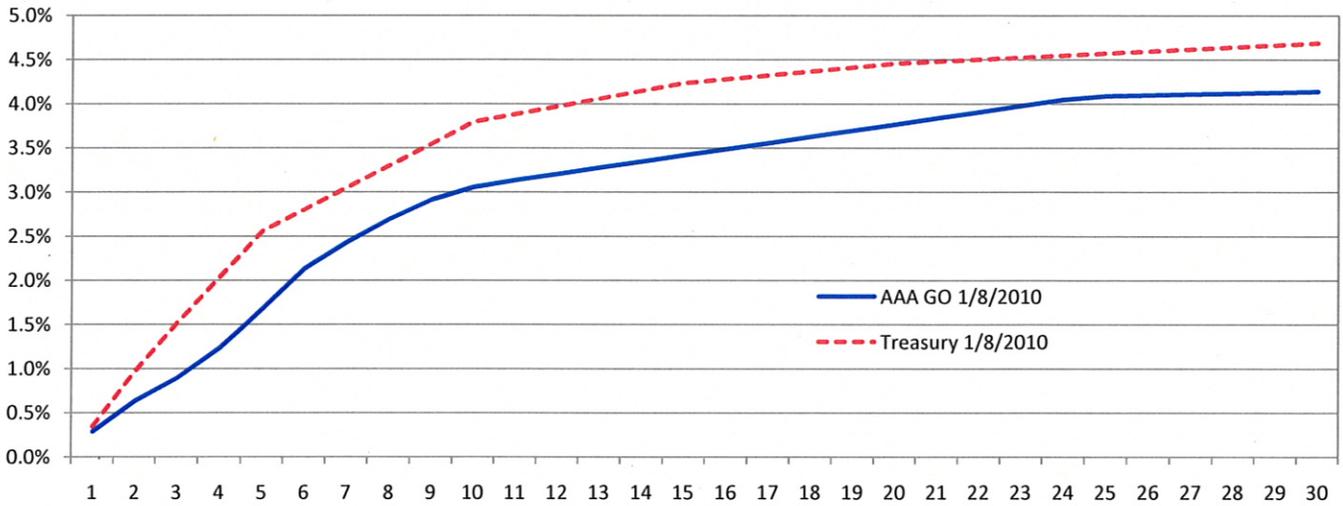
- **Description of Series 2010E Bonds.** The Series 2010E Bonds are tax-exempt current interest Bonds on which interest is paid semi-annually on the outstanding principal. The Series 2010E Bonds are structured to produce an approximate level debt service over the life of the Bonds.

I know of no controversy or issue relating to this proposed financing.

- **Counsel and Advisors.**

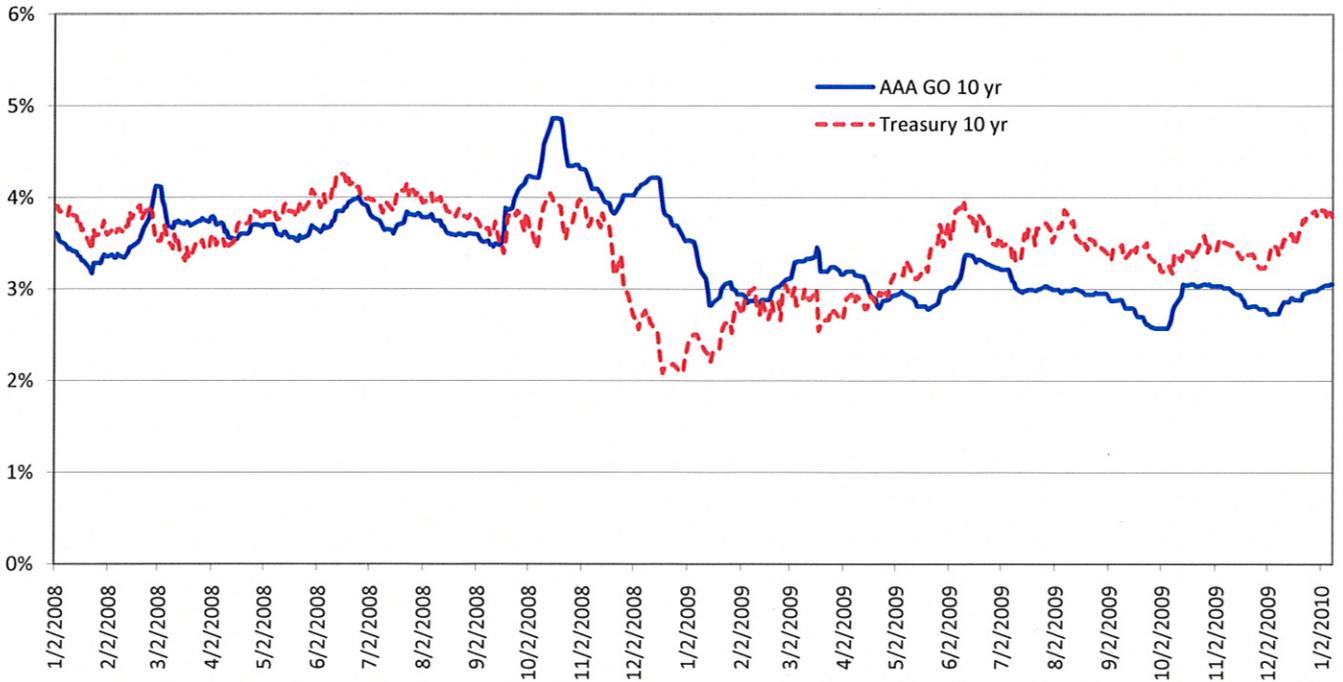
Bond Counsel:	William Tonkin, Foster Pepper PLLC
Financial Advisors:	Jenny Poreé, Montague DeRose and Associates, LLC Rob Shelley, Seattle-Northwest Securities Corporation

Yield Curves: AAA GO and US Treasury January 8, 2010



AAA General Obligation benchmark rates from Municipal Market Data (MMD)

10-Year AAA MMD and 10-Year US Treasury Rates January 2008 - January 2010



AAA General Obligation benchmark rates from Municipal Market Data (MMD)

TAB 4

**PUBLIC DEPOSIT PROTECTION COMMISSION
OLYMPIA, WASHINGTON**

October 15, 2009

The Public Deposit Protection Commission met in special session after notice was duly given to the press and radio of Thurston County.

Present: State Treasurer James L. McIntire, Chairman
Governor Christine O. Gregoire, Member
Lieutenant Governor Brad Owen, Member (Conference Call)

Also Present: Wolfgang Opitz, Assistant State Treasurer
Ellen Evans, Office of the State Treasurer (Conference Call)
Nancy Adams, Office of the State Treasurer
Johnna Craig, Attorney General's Office
Nancy Neraas, Foster Pepper PLLC
Kathleen Brown, Goldman, Sachs
Natalie Perkins, Montague DeRose & Associates
Jenny Poreé, Montague DeRose & Associates
Paul Bloom, GS & Co
Shelly Sweeney, Office of the State Treasurer
Svein Braseth, Office of the State Treasurer
Pam Johnson, Office of the State Treasurer
Wendy Kancianich, Office of the State Treasurer
Noah Crocker, Office of the State Treasurer
Doug Extine, Office of the State Treasurer
Shad Pruitt, Office of the State Treasurer
Gina Stark, Office of the State Treasurer
Andrew Smith, Office of the State Treasurer
Amy Arnis, Department of Transportation
Jeff Caldwell, Department of Transportation
Doug Vaughn, Department of Transportation
Tom Saelid, Office of Financial Management
Alicia Dunkin, Office of Financial Management

Chairman McIntire called the meeting to order at 10:00 A.M.

Governor Gregoire moved the minutes of the previous meeting be adopted; the motion was seconded by Lieutenant Governor Owen and the minutes were adopted.

Resolution No. 2009-8 is the consideration Commission members to participate by conference call when necessary. Governor Gregoire moved Resolution No. 2009-8 be adopted; the motion was seconded by Lieutenant Governor Owen and Resolution No. 2009-8 passed.

TAB 5

WASHINGTON PUBLIC DEPOSIT PROTECTION COMMISSION
OLYMPIA, WASHINGTON

RESOLUTION NO. 2010-1

WHEREAS, while significant progress has been made by financial institutions, public depositors and state regulators to safeguard public funds during difficult economic times, there are still substantial challenges ahead for both financial institutions and public depositors; and

WHEREAS, the Federal Deposit Insurance Corporation's (FDIC) Transaction Account Guarantee (TAG) Program that provides full insurance coverage for qualifying non-interest bearing accounts is scheduled to end June 30, 2010; and

WHEREAS, all public depositaries are required to fully collateralize uninsured public deposits pursuant to Resolution 2009-1 adopted February 18, 2009;

NOW, THEREFORE, BE IT RESOLVED that all public depositaries are required to take measured and orderly steps from now through June 30, 2010 to shift their public depositors' funds from accounts insured through the FDIC TAG Program to other insured or collateralized accounts.

BE IT FURTHER RESOLVED, for the purpose of this resolution, "measured and orderly steps" means that each public depositary shall reduce its reliance on the FDIC's TAG Program as security for public deposits to: (1) less than fifty percent of public funds by March 31, 2010, (2) less than twenty-five percent by April 30, 2010, and (3) to zero percent by May 31, 2010.

BE IT FURTHER RESOLVED that the Commission appreciates the decisive actions taken by financial institutions, public depositors, and state and federal regulators in safeguarding public funds by strengthening and improving protections afforded to public deposits in Washington State. The Commission calls upon financial institutions to communicate these matters fully within their organizations so that public depositors will have full and accurate information about the insured and/or collateralized status of their accounts.

AND BE IT FURTHER RESOLVED that this Resolution shall become effective January 13, 2010.

ADOPTED at an open meeting of the Washington Public Deposit Protection Commission at Olympia, Washington, after notice thereof duly and regularly given as required by law, this thirteenth day of January, 2010.

STATE OF WASHINGTON
PUBLIC DEPOSIT PROTECTION COMMISSION

STATE TREASURER JAMES L. MCINTIRE, CHAIRMAN

GOVERNOR CHRISTINE O. GREGOIRE, MEMBER

LIEUTENANT GOVERNOR BRAD OWEN, MEMBER

ATTEST:

NANCY ADAMS, ADMINISTRATOR
PUBLIC DEPOSIT PROTECTION COMMISSION

TAB 6

WASHINGTON PUBLIC DEPOSIT PROTECTION COMMISSION
OLYMPIA, WASHINGTON

RESOLUTION NO. 2010-2

WHEREAS, East West Bank, headquartered in Pasadena, California, acquired United Commercial Bank located in San Francisco, California, and is in the process of making application to the Washington Public Deposit Protection Commission (Commission) for their Washington branches to become public depositaries under their California State Commercial Bank Charter; and

WHEREAS, East West Bank is in the process of completing a Depository Pledge Agreement with the Federal Home Loan Bank of Seattle and the Public Deposit Protection Commission; and

WHEREAS, East West Bank agrees to pledge eligible securities as collateral for public deposits as required by Chapter 39.58 RCW and Chapter 389-12 WAC.

NOW THEREFORE BE IT RESOLVED by the Washington Public Deposit Protection Commission:

IN ACCORDANCE WITH THE PROVISIONS of Chapter 39.58 RCW and Chapter 389-12 WAC, and subject to completion of the Application Process and the Depository Pledge Agreement requirements, this Commission does hereby grant approval to the Washington branches of East West Bank located in Pasadena, California.

BE IT FURTHER RESOLVED that upon completion of the Application Process and the Depository Pledge Agreement requirements, the State Treasurer, as Chairman of this Commission, shall notify East West Bank of the date of its approval as a public depository, eligible to receive and hold public funds on deposit in their Washington branches, subject to the laws of the State of Washington and of any requirements necessary to retain this approval.

BE IT FURTHER RESOLVED that once East West Bank has been notified of its approval as a public depository, it is charged with notice of any and all requirements necessary to retain this approval whether said requirements are created by statute, rule, or resolution.

AND BE IT FURTHER RESOLVED that this Resolution shall become effective January 13, 2010.

ADOPTED at an open meeting of the Washington Public Deposit Protection Commission at Olympia, Washington, after notice thereof duly and regularly given as required by law, this thirteenth day of January, 2010.

STATE OF WASHINGTON
PUBLIC DEPOSIT PROTECTION COMMISSION

STATE TREASURER JAMES L. MCINTIRE, CHAIRMAN

GOVERNOR CHRISTINE O. GREGOIRE, MEMBER

LIEUTENANT GOVERNOR BRAD OWEN, MEMBER

ATTEST:

NANCY ADAMS, ADMINISTRATOR
PUBLIC DEPOSIT PROTECTION COMMISSION

TAB 7



JAMES L. McINTIRE, Chairman
State Treasurer

CHRISTINE O. GREGOIRE
Governor

State of Washington
PUBLIC DEPOSIT PROTECTION COMMISSION

BRAD OWEN
Lieutenant Governor

Resolution No. 2009-L22

December 4, 2009

Karen Long, Director
Financial Services
University of Washington
PO Box 351120
Seattle, WA 98195-1120

Dear Ms. Long:

You have advised the Washington Public Deposit Protection Commission (Commission) that you require an extension of your alien demand deposit account authorized on November 14, 2008, by Resolution No. 2008-L44, to be used as an operating account in support of your HIV/AIDS Training and Technical Assistance - Purohit project.

You have indicated that you wish to retain this operating account for the purpose stated above in ICICI Bank Ltd located in Mumbai, India, under account number 001201078768.

In accordance with the provisions of Chapter 39.58 RCW and Chapter 389-12 WAC, the Chair of the Commission, based upon authority delegated under Resolution No. 2005-7, does hereby grant you the authority to retain the above operating account with ICICI Bank Ltd.

The account authorized by Resolution No. 2008-L44 shall remain in use by the University of Washington until November 30, 2011. At that time the Commission must be notified immediately regarding the status of this account.

All other aspects of Resolution No. 2008-L44 shall remain unchanged.

The Commission shall forward a copy of this letter to the Office of the State Auditor.

Sincerely,



James L. McIntire
Chairman and Washington State Treasurer

cc: Office of the State Auditor

Office of the State Treasurer

General Administration Building, P.O. Box 40206 • Olympia, Washington 98504-0206 • (360) 902-9077
TTY USERS: CALL 711 • FAX (360) 704-5177 • Home Page <http://tre.wa.gov>



UNIVERSITY OF WASHINGTON

November 23, 2009

COPY

Nancy A. Adams, Administrator
Public Deposit Protection Commission
Office of the State Treasurer
P.O. Box 40206
Olympia, Washington 98504-0206

RE: REQUEST FOR EXTENDED APPROVAL Resolution 2008-L44

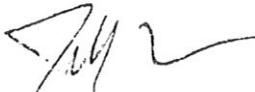
The University of Washington Department of Global Health administers a federal Health Resources and Services Administration (HRSA) grant in partnership with the University of California San Francisco to provide immediate HIV/AIDS training and technical assistance to countries with a high level of diagnosed AIDS infection. I-TECH, India will use funds to equip health workers with enhanced knowledge and skills to care for people with HIV and cover the costs of office expenses, fees and insurance. Anil Purohit, Director, will lead the India Project.

Funds in this account will be in local currency and will support local expenditures in accordance with the terms of the award.

TYPE OF ACCOUNT: demand deposit
PERIOD OF TIME FOR ACCOUNT: now until November 30, 2011
ACCT# 001201078768
NAME AND LOCATION OF BANK:
ICICI Bank Ltd
Mumbai, India

RELATED PROJECT: I-TECH India- Purohit
Dollar Limit of Account: \$55,000

If you have further questions, do not hesitate to call me.



Jeff Follman

Associate Controller
206-543-3708

University of Washington
Box 351120
Seattle, WA 98195-1120

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STATE TREASURER



JAMES L. McINTIRE, Chairman
State Treasurer

CHRISTINE O. GREGOIRE
Governor

State of Washington
PUBLIC DEPOSIT PROTECTION COMMISSION

BRAD OWEN
Lieutenant Governor

Resolution No. 2010-L1

January 5, 2010

Karen Long, Director
Financial Services
University of Washington
PO Box 351120
Seattle, WA 98195-1120

Dear Ms. Long:

You have advised the Washington Public Deposit Protection Commission (Commission) that you no longer require the alien demand deposit account authorized on January 18, 2007, by Resolution No. 2007-L3, as last amended, and was used as an operating account in support of your National Institutes of Health UW School of Dentistry Thai Oral Health Training - De Rouen project.

In accordance with the provisions of Chapter 39.58 RCW and Chapter 389-12 WAC, the Chair of the Commission, based upon authority delegated under Resolution No. 2005-7, does hereby rescind Resolution No. 2007-L3, as last amended, authorizing demand deposit account number 050-2-35438-4 with TMB Bank Public Co. Ltd. at their Thammasat-Rangsit Branch in Thailand.

The Commission shall forward a copy of this letter to the Office of the State Auditor.

Sincerely,


James L. McIntire, Chairman
and Washington State Treasurer

cc: Office of the State Auditor

Office of the State Treasurer

General Administration Building, P.O. Box 40206 • Olympia, Washington 98504-0206 • (360) 902-9077
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UNIVERSITY OF WASHINGTON

December 22, 2009

Nancy A. Adams, Administrator
Public Deposit Protection Commission
Office of the State Treasurer
P.O. Box 40206
Olympia, Washington 98504-0206

RE: TERMINATION OF APPROVAL 2007-L3

The bank account referenced below is no longer in use and we request termination of PDPC approval.

TYPE OF ACCOUNT: demand deposit
PERIOD OF TIME FOR ACCOUNT: January 1, 2008 until December 31, 2009
NAME AND LOCATION OF BANK:
ACCT# 050-2-35438-4
TMB Bank Public Co. Ltd.
Thammasat-Rangsit Branch
99 mu 18 Klongnung Klongluang Pathumthani 12120
Thailand
RELATED PROJECT: Thai Oral Health Trng. – De Rouen
Dollar Limit of Account: \$50,000

If you have further questions, do not hesitate to call me.



Jeff Follman

Associate Controller
Financial Management
206-543-3708

University of Washington
Box 351120
Seattle, WA 98195-1120

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DEC 28 2009

STATE TREASURER

TAB 8



JAMES L. McINTIRE, Chairman
State Treasurer

CHRISTINE O. GREGOIRE, Member
Governor

State of Washington
STATE FINANCE COMMITTEE

BRAD OWEN, Member
Lieutenant Governor

*****REVISED MEETING NOTICE*****
STATE FINANCE COMMITTEE
PUBLIC DEPOSIT PROTECTION COMMISSION

January 13, 2010
Office of the State Treasurer
Legislative Building, Room 230
Olympia, WA
9:00 AM

PURSUANT TO STATUTORY PROVISIONS, YOU ARE HEREBY NOTIFIED that the State Finance Committee and Public Deposit Protection Commission of the state of Washington, will hold a Special Meeting at the Office of the State Treasurer, Legislative Building, Second Floor, Room 230, Olympia, Thursday 9:00 A.M., on the 13th day of January 2010 to consider the following:

State Finance Committee

1. Approval of minutes of the October 14, 2009 State Finance Committee meeting.
2. Approval of minutes of the October 15, 2009 State Finance Committee meeting.
3. Resolution No. 1097 awards the sale of \$487,950,000 State of Washington Various Purpose General Obligation Bonds, Series 2010E, as authorized by Resolution No. 1084 of the Committee and one or more of the Bond Acts identified therein.

Public Deposit Protection Commission

Commission Action:

4. Approval of the minutes of the October 15, 2009 meeting.
5. Resolution No. 2010-1 consideration of PDPC requirements and procedures.
6. Resolution No. 2010-2 consideration of a new public depository by the Commission.

Office of the State Treasurer

Legislative Building, P.O. Box 40200 • Olympia, Washington 98504-0200 • (360) 902-9000
TTY USERS: CALL 711 • FAX (360) 902-9045 • Home Page <http://tre.wa.gov>

Commission Report:

7. Resolution No. 2009-L22 issued by the Chairman on behalf of the University of Washington in accordance with authorization granted under Resolution No. 2005-7 dated August 16, 2005.

Resolution No. 2010-L1 issued by the Chairman on behalf of the University of Washington in accordance with authorization granted under Resolution No. 2005-7 dated August 16, 2005.

If you are a person with a disability and require an accommodation for attendance, please contact the Office of the State Treasurer, (360) 902-9000, 24 hours prior to the meeting date.

Office of the State Treasurer

Legislative Building, P.O. Box 40200 • Olympia, Washington 98504-0200 • (360) 902-9000
TTY USERS: CALL 711 • FAX (360) 902-9045 • Home Page <http://tre.wa.gov>

