



Douglas La Follette, *Secretary of State*
Kurt Schuller, *State Treasurer*
J.B. Van Hollen, *Attorney General*
Tia Nelson, *Executive Secretary*

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Managing Wisconsin's trust assets for public education

AGENDA

May 20, 2014

2:00 P.M.

Board of Commissioners of Public Lands
101 E. Wilson Street, 2nd Floor
Madison, Wisconsin

- 1) Call to Order
- 2) Approve Minutes – May 6, 2014
- 3) Approve Loans
- 4) Loan Limit Exception – City of Oshkosh
- 5) Executive Secretary's Report
- 6) Adjourn

**BOARD MEETING
MAY 20, 2014**

**AGENDA ITEM 2
APPROVE MINUTES**

Attached for approval are the minutes from the May 6, 2014, board meeting.

Board Meeting Minutes
May 6, 2014

ITEM 1. CALL TO ORDER

Board Chair La Follette called the meeting of the Board of Commissioners of Public Lands to order at 2:04 p.m.

Present were:

- | | |
|---------------------------------|--|
| Doug La Follette, Board Chair | Secretary of State |
| Kurt Schuller, Commissioner | State Treasurer |
| J.B. Van Hollen, Commissioner | Attorney General |
| Tia Nelson, Executive Secretary | Board of Commissioners of Public Lands |
| Tom German, Deputy Secretary | Board of Commissioners of Public Lands |
| Richard Sneider, Loan Analyst | Board of Commissioners of Public Lands |

ITEM 2. APPROVE MINUTES – APRIL 15, 2014

MOTION: Commissioner Schuller moved to approve the minutes; Commissioner Van Hollen seconded the motion. The motion passed 3-0.

ITEM 3. APPROVE LOANS

Executive Secretary Nelson said that the loans had received legal review.

Municipality	Municipal Type	Loan Amount
1. Bayfield Bayfield County Application #: 02014152 Purpose: Refinance Rural Development revenue loan	City Rate: 4.25% Term: 15 years	\$102,825.69
2. Fredonia Ozaukee County Application #: 02014159 Purpose: Finance road improvements	Town Rate: 3.00% Term: 5 years	\$382,502.00
3. Grand Rapids Wood County Application #: 02014157 Purpose: Purchase grader	Town Rate: 3.00% Term: 5 years	\$184,620.00
4. Holland La Crosse County Application #: 02014155 Purpose: Refinance debt	Town Rate: 2.50% Term: 2 years	\$248,000.00
5. Janesville Rock County Application #: 02014158 Purpose: Finance fire protection	Town Rate: 2.50% Term: 1 year	\$300,000.00

6.	Mazomanie Dane County Application #: 02014156 Purpose: Refinance bank debt	Town Rate: 2.50% Term: 2 years	\$35,000.00
7.	Milton Rock County Application #: 02014154 Purpose: Purchase squad car and equipment	Town Rate: 2.50% Term: 2 years	\$29,142.00
8.	Monticello Green County Application #: 02014153 Purpose: Purchase plow truck	Village Rate: 2.50% Term: 2 years	\$50,000.00
9.	Onalaska La Crosse County Application #: 02014150 Purpose: Refinance BCPL loan #2011113	City Rate: 2.50% Term: 2 years	\$24,036.74
10.	Onalaska La Crosse County Application #: 02014151 Purpose: Refinance BCPL loan #02007105	City Rate: 3.00% Term: 3 years	\$47,434.81
11.	Poplar Douglas County Application #: 02014149 Purpose: Purchase tractor	Village Rate: 3.50% Term: 10 years	\$67,500.00
		TOTAL	\$1,471,061.24

MOTION: Commissioner Schuller moved to approve the loans; Commissioner Van Hollen seconded the motion. The motion passed 3-0.

ITEM 4. PROPOSED LAND BANK SALE TO VILAS COUNTY (\$1409)

MOTION: Commissioner Schuller moved to approve the land sale; Commissioner Van Hollen seconded the motion. The motion passed 3-0.

NOW, THEREFORE BE IT RESOLVED, that the Board of Commissioners of Public Lands approves the sale of the Old 45 Road Property to Vilas County at the price of Ninety-five Thousand One Hundred Dollars (\$95,100) in accordance with Chapter 24 of the Wisconsin Statutes on such terms and conditions as the Executive Secretary determines to be reasonable and necessary. The Executive Secretary is authorized and directed to execute any documents reasonably necessary to complete such transaction.

ITEM 5. PROPOSED SUBMERGED LANDS LEASE – CITY OF ASHLAND

Board Chair La Follette explained that the city of Ashland will be converting an abandoned oredock over Lake Superior into a public walkway for fishing and other recreational activities.

MOTION: Commissioner Schuller moved to approve the submerged lands lease; Commissioner Van Hollen seconded the motion. The motion passed 3-0.

Commissioner Van Hollen said that this will be very good for Ashland.

NOW, THEREFORE BE IT RESOLVED, that the Board of Commissioners of Public Lands authorizes a fifty-year Submerged Lands Lease with the City of Ashland in accordance with Section 24.39 of the Wisconsin Statutes with a rental rate of Two Hundred Dollars (\$200) per year for the purposes of improving navigation, improving or constructing “harbor facilities” or for improvement or provision of recreational facilities related to navigation for public use, on such other terms and conditions as the Executive Secretary determines to be reasonable and necessary. The Executive Secretary is authorized and directed to execute any documents reasonably necessary to complete such transaction.

ITEM 6. EXECUTIVE SECRETARY’S REPORT

Nothing to report.

ITEM 7. ADJOURN

MOTION: Commissioner Schuller moved to adjourn the meeting; Commissioner Van Hollen seconded the motion. The motion passed 3-0.



Tia Nelson, Executive Secretary

These minutes have been prepared from a tape recording of the meeting. The summaries have not been transcribed verbatim. Anyone wishing to listen to the recording may do so at the Board of Commissioners of Public Lands, 101 E. Wilson Street, 2nd Floor, Madison, Wisconsin.

**BOARD MEETING
MAY 20, 2014****AGENDA ITEM 3
APPROVE LOANS**

Municipality	Municipal Type	Loan Amount
1. Hustisford Dodge County Application #: 02014161 Purpose: Purchase industrial park land	Village Rate: 3.50% Term: 10 years	\$285,000.00
2. Montello Marquette County Application #: 02014163 Purpose: Purchase lawn mower	City Rate: 3.00% Term: 4 years	\$6,500.00
3. Twin Lakes Kenosha County Application #: 02014162 Purpose: Purchase public works truck	Village Rate: 2.50% Term: 2 years	\$68,000.00
4. Wood Wood County Application #: 02014160 Purpose: Construct radio towers and install equipment	County Rate: 3.50% Term: 10 years	\$860,000.00
	TOTAL	\$1,219,500.00

**BOARD MEETING
MAY 20, 2014**

**AGENDA ITEM 4
LOAN LIMIT EXCEPTION – CITY OF OSHKOSH**

Description of Request

The city of Oshkosh has requested an exception to the annual loan limit, which is currently set at \$10 million for total loans to any customer within a calendar year. Oshkosh is requesting the exception to apply for two loans totaling \$11.85 million, including a \$10.4 million loan to refinance WRS pension liabilities and \$1.45 million to fund three economic development projects.

Available Funds Analysis

The BCPL currently has approximately \$107 million in unencumbered funds. BCPL staff feels that adequate funds are available to honor this request without impairing the ability of other communities to utilize the BCPL State Trust Fund Loan Program.

In addition, BCPL-managed cash is invested in the State Investment Fund (SIF) that currently pays 0.09% on an annualized basis. As the rate of return earned on these loans would be much higher, we believe the request provides a prudent opportunity for the BCPL to improve the overall return earned on invested funds.

BCPL Staff Recommendation

Based on the above information, BCPL staff recommends that the Board of Commissioners of Public Lands grant the request from the city of Oshkosh for an exception to the loan limit in an amount sufficient to allow the city of Oshkosh to apply for loans totaling up to \$11.85 million in 2014.