

Board Meeting Minutes
November 16, 2016

Present via teleconference were:

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| Doug La Follette, Commissioner | Secretary of State |
| Matt Adamczyk, Commissioner | State Treasurer |
| Brad Schimel, Board Chair | Attorney General |
| Jonathan Barry, Executive Secretary | Board of Commissioners of Public Lands |
| Tom German, Deputy Secretary | Board of Commissioners of Public Lands |
| Richard Sneider, Loan Analyst and
Chief Investment Officer | Board of Commissioners of Public Lands |
| Vicki Halverson, Office Manager | Board of Commissioners of Public Lands |

ITEM 1. CALL TO ORDER

Board Chair Schimel called the meeting to order at 2:00 p.m.

ITEM 2. APPROVE MINUTES – NOVEMBER 1, 2016

MOTION: Commissioner La Follette moved to approve the minutes; Board Chair Schimel seconded the motion.

DISCUSSION: None.

VOTE: The motion passed 3-0.

ITEM 3. APPROVE LOANS

Executive Secretary Barry reported that the loans had been reviewed for proper public purpose.

Municipality	Municipal Type	Loan Type	Loan Amount
1. Fall Creek Eau Claire County Application #: 02017083 Purpose: Refinance BCPL loan #2015161	Village Rate: 3.50% Term: 18 years	General Obligation	\$258,278.57
2. Fall Creek Eau Claire County Application #: 02017084 Purpose: Refinance BCPL loan #2015160	Village Rate: 3.50% Term: 14 years	General Obligation	\$106,060.12
3. Fall Creek Eau Claire County Application #: 02017085 Purpose: Refinance sewer revenue bond	Village Rate: 3.50% Term: 20 years	General Obligation	\$1,500,000.00
4. Fall Creek Eau Claire County Application #: 02017086 Purpose: Refinance BCPL loan #2015158.01	Village Rate: 3.00% Term: 8 years	General Obligation	\$238,035.00

5.	Fall Creek Eau Claire County Application #: 02017087 Purpose: Refinance BCPL loan #2015159	Village Rate: 3.50% Term: 17 years	General Obligation	\$259,097.56
6.	Fall Creek Eau Claire County Application #: 02017088 Purpose: Refinance BCPL loan #2015162	Village Rate: 2.50% Term: 5 years	General Obligation	\$88,609.71
7.	Fall Creek Eau Claire County Application #: 02017089 Purpose: Refinance BCPL loans 2015157.01 and 2015158.02	Village Rate: 4.50% Term: 18 years	TID Revenue	\$1,200,000.00
8.	Fall Creek Eau Claire County Application #: 02017090 Purpose: Refinance sewer revenue bond	Village Rate: 4.50% Term: 20 years	Utility Revenue	\$700,000.00
9.	Jackson Washington County Application #: 02017081 Purpose: Purchase building and finance renovations	Village Rate: 3.00% Term: 10 years	General Obligation	\$1,000,000.00
10.	Lamont Lafayette County Application #: 02017082 Purpose: Finance road repairs	Town Rate: 2.50% Term: 5 years	General Obligation	\$175,000.00
11.	Menasha Calumet and Winnebago Counties Application #: 02017091 Purpose: Refinance assets subject to WPPI lease agreement	City Rate: 4.25% Term: 13 years	Utility Revenue	\$10,800,000.00
12.	Siren Burnett County Application #: 02017066 Purpose: Finance roof project	School Rate: 3.00% Term: 10 years	General Obligation	\$300,000.00
TOTAL				\$16,625,080.96

MOTION: Board Chair Schimel moved to approve the loans; Commissioner La Follette seconded the motion.

DISCUSSION: Deputy Secretary German reported that the city of Menasha purchased a power plant from a local paper company prior to the recession in 2008. The plant was refurbished and the sale of steam to industrial customers was to have been a source of revenue for the city. The costs to refurbish the plant exceeded the revenues so the city is refinancing the WPPI lease agreement to bring costs down.

Executive Secretary Barry reported that he and Deputy Secretary German had attended a ceremonial check presentation to Oneida County. A recently approved State Trust Fund Loan to Oneida County helped to retain a company in the county that employs over 524 employees.

VOTE: The motion passed 2-1. Commissioner La Follette and Board Chair Schimel voted aye; Commissioner Adamczyk voted no.

ITEM 4. INVESTMENT COMMITTEE TRANSACTION REPORT

Richard Sneider, the Board's Chief Investment Officer, reported that recently acquired short-term bonds would result in higher earnings than if the funds remained in the State investment Fund.

ITEM 5. INVESTMENT COMMITTEE REPORT REGARDING RESEARCH ON PROPOSED EQUITY INVESTMENTS

MOTION: Commissioner La Follette moved to accept the staff's report on proposed equity investments; Board Chair Schimel seconded the motion.

DISCUSSION: Commissioner Adamczyk said that while he was fine with the concept of exchange traded funds (ETFs), he would prefer to know which ETFs were being purchased. Commissioner La Follette replied that staff would report to the Board on the ETF investments and the earnings.

VOTE: The motion passed 2-1. Commissioner La Follette and Board Chair Schimel voted aye; Commissioner Adamczyk voted no.

ITEM 6. FUTURE AGENDA ITEMS

The materials Commissioner Adamczyk included in the Board's packet were for informational purposes and possible discussion at a future meeting.

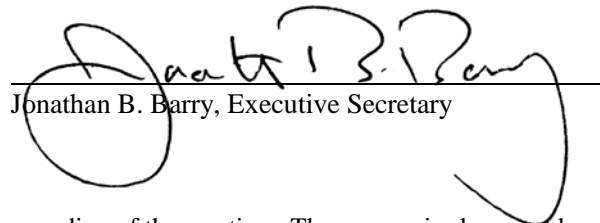
ITEM 7. EXECUTIVE SECRETARY'S REPORT

Nothing to report.

ITEM 8. ADJOURN

MOTION: Commissioner La Follette moved to adjourn the meeting; Commissioner Adamczyk seconded the motion.

The meeting adjourned at approximately 2:16 p.m.


Jonathan B. Barry, Executive Secretary

These minutes have been prepared from a recording of the meeting. The summaries have not been transcribed verbatim. Link to audio recording: ftp://doaftp1380.wi.gov/doadocs/BCPL/2016-11-16_BCPL-BoardMtgRecording.mp3