



Douglas La Follette, *Secretary of State*
Matt Adamczyk, *State Treasurer*
Brad D. Schimel, *Attorney General*

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Jonathan Barry, *Executive Secretary*

AGENDA

June 6, 2017

2:00 P.M.

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

Routine Business:

- 1) Call to Order
- 2) Approve Minutes – May 16, 2017 (Attachment)
- 3) Approve Loans (Attachment)

Old Business:

None

New Business:

None

Routine Business:

- 4) Future Agenda Items
- 5) Executive Secretary's Report (Attachment)
 - Investment Transaction Report – June 1, 2017
- 6) Adjourn

AUDIO ACCESS INFORMATION

Toll Free Number: **(888) 291-0079**
Passcode: **6363690#**

**BOARD MEETING
JUNE 6, 2017**

**AGENDA ITEM 2
APPROVE MINUTES**

Attached for approval are the minutes from the May 16, 2017, board meeting.

Board Meeting Minutes
May 16, 2017

Present were via teleconference:

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 pm.

ITEM 2. APPROVE MINUTES – MAY 2, 2017

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.

<u>Municipality</u>	<u>Municipal Type</u>	<u>Loan Type</u>	<u>Loan Amount</u>
1. Elmwood Pierce County Application #: 02017182 Purpose: Finance road construction	Village Rate: 3.00% Term: 5 years	General Obligation	\$52,000.00
2. Grantsburg Burnett County Application #: 02017183 Purpose: Finance road construction	Town Rate: 3.00% Term: 5 years	General Obligation	\$100,000.00
3. Sullivan Jefferson County Application #: 02017184 Purpose: Purchase truck and snow plow	Town Rate: 3.50% Term: 10 years	General Obligation	\$168,000.00
TOTAL			\$320,000.00

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

DISCUSSION: None.

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

ITEM 4. FUTURE AGENDA ITEMS

None.

ITEM 5. EXECUTIVE SECRETARY'S REPORT

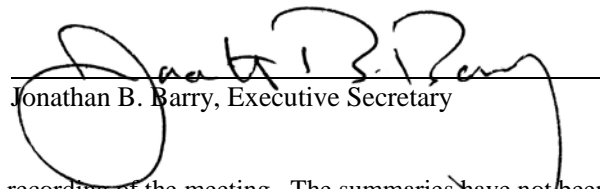
Executive Secretary Barry reported that staff continues to buy bonds with favorable interest rates, which are nearing 4%. The demand for State Trust Fund Loans remains strong, also.

Commissioner Adamczyk asked Executive Secretary Barry for materials relating to all the land purchases since the Board was given Land Bank Authority. Executive Secretary Barry replied that staff could compile the information for him.

ITEM 6. ADJOURN

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

VOTE: The motion passed 3-0. The meeting adjourned at approximately 2:05 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://doaf1380.wi.gov/doadocs/BCPL/2017-05-16_BCPL-BoardMtgRecording.mp3

**BOARD MEETING
JUNE 6, 2017**

**AGENDA ITEM 3
APPROVE LOANS**

<u>Municipality</u>	<u>Municipal Type</u>	<u>Loan Type</u>	<u>Loan Amount</u>
1. Clear Lake Polk County Application #: 02017185 Purpose: Construct municipal building	Town Rate: 4.00% Term: 15 years	General Obligation	\$500,000.00
2. Francis Creek Manitowoc County Application #: 02017188 Purpose: Finance road construction	Village Rate: 3.50% Term: 10 years	General Obligation	\$250,000.00
3. Gilman Pierce County Application #: 02017189 Purpose: Purchase patrol truck	Town Rate: 3.00% Term: 5 years	General Obligation	\$86,403.00
4. Howards Grove Sheboygan County Application #: 02017193 Purpose: Finance wastewater treatment plant upgrade	Village Rate: 4.00% Term: 20 years	General Obligation	\$1,100,000.00
5. Pepin Pepin County Application #: 02017190 Purpose: Finance utility infrastructure in TID #3	Village Rate: 4.00% Term: 15 years	General Obligation	\$211,500.00
6. Pepin Pepin County Application #: 02017191 Purpose: Finance road construction	Village Rate: 4.00% Term: 20 years	General Obligation	\$126,500.00
7. Pleasant Lake Management District Marquette and Waushara Counties Application #: 02017194 Purpose: Purchase land	Lake District Rate: 4.00% Term: 20 years	General Obligation	\$400,000.00
8. River Hills Milwaukee County Application #: 02017195 Purpose: Finance 2017 capital projects	Village Rate: 3.50% Term: 10 years	General Obligation	\$514,354.00

<u>Municipality</u>	<u>Municipal Type</u>	<u>Loan Type</u>	<u>Loan Amount</u>
9. Saint Francis Milwaukee County Application #: 02017192 Purpose: Finance energy efficiency projects	School Rate: 3.00% Term: 5 years	General Obligation	\$4,000,000.00
10. Tomah Monroe County Application #: 02017186 Purpose: Construct storage facility and purchase truck	Town Rate: 3.50% Term: 7 years	General Obligation	\$180,000.00
11. Waupaca Portage, Waupaca and Waushara Counties Application #: 02017187 Purpose: Finance high school athletic complex	School Rate: 3.00% Term: 5 years	General Obligation	\$1,000,000.00
TOTAL			\$8,368,757.00

**BOARD MEETING
JUNE 6, 2017**

**AGENDA ITEM 5
EXECUTIVE SECRETARY'S REPORT**

Attached for review is the following report:

- Investment Transaction Report – June 1, 2017

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Investment Transaction Report June 1, 2017

Bond Purchases

Since the last report, staff has not purchased any bonds.

Bond Sales

Since the last report, staff sold bonds with total par value of \$16.125 million and realized capital gains of about \$1.2 million from the sale. The profit on these transactions increased the average annual return earned during the holding period to 5.70%.

To date in 2017, BCPL has earned \$7.5 million in long-term capital gains from the sale of \$60.7 million (par value) in bonds. As provided in the IPS, 25% of total gains will be distributed to Trust Fund beneficiaries with 75% retained in the CSF smoothing fund.

Current Holdings

Combined Trust Fund Bond Portfolios

Investment Type	6/01/17	5/11/17
State of Wisconsin Bonds	\$168,395,735	\$168,395,735
Wisconsin Municipal Bonds	\$185,322,298	\$201,405,425
Agency Bonds	<u>\$142,181,574</u>	<u>\$142,193,009</u>
Total Bond Investments (at cost)	\$495,899,607	\$511,994,169
(at market value)	<u>\$507,923,913</u>	<u>\$521,199,671</u>
Unrealized Gains	\$12,024,306	\$9,205,511