

MINUTES OF MEETING  
STATE BOARD OF FINANCE

DECEMBER 9, 2014

A meeting of the State Board of Finance of the State of Arkansas was held in the Conference Room, Office of the Treasurer of State, Suite 275, Victory Building, Little Rock, Arkansas, at 10:00 a.m., Tuesday, December 9, 2014, pursuant to notice duly given to each member of the Board by the Chairman.

The following members were present:

Richard Weiss, Director, Department of Finance and Administration  
Charles Robinson, Treasurer of State  
Charlie Daniels, Auditor of State  
Eric Roberts, Representing Arkansas Bank Commissioner Candace Franks  
Haley Keenan-Gray, Representing Governor Mike Beebe  
Heath Abshire, Arkansas Securities Commissioner  
Al Hamilton, Certified Public Accountant  
Gabe Holmstrom, Member of the General Public

Others present were State Auditor-Elect Andrea Lea; Debbie Rogers, Autumn Sanson, and Celeste Gladden of the Treasurer's staff; Andy Babbitt of the Division of Legislative Audit; Paul Louthian of the Department of Finance and Administration; and Michael Wickline of the Arkansas Democrat Gazette.

Richard Weiss served as acting Chairman in the absence of Governor Beebe and called the meeting to order with recognition of a quorum.

Minutes of the meeting held on September 25, 2014 were approved as distributed.

The Chairman recognized Treasurer Charles Robinson to discuss the first item on the agenda, consideration of the November 2014 Analysis of Warrants Redeemed, prepared by the Treasurer's staff. This report is included in the Minutes as Attachment 1. Treasurer Robinson explained to the Board that staff has continued to work on the analysis of cash flows, and the Report is a continuation of that effort. The Report is an analysis of fluctuations in excess of 2 million dollars in cash inflows

and outflows that occur throughout the month, and explanations of what causes those fluctuations. Mr. Robinson told the Board that after a year's worth of data has been collected, this Report will be very instrumental in identifying cash flow needs and will also help build a ladder in investment maturity dates so that there will be appropriate liquidity as needed to pay warrants. With no questions from the Board, the Report was accepted into the record.

Chairman Weiss then addressed Auditor-Elect Andrea Lea and welcomed her to the Board meeting and also congratulated her on her race for State Auditor.

Chairman Weiss recognized Autumn Sanson to discuss the next item on the agenda, consideration of the November Investment Summary report and new investments. Ms. Sanson stated that this Report an update of the balances of the entire Treasury portfolio, and any increases or decreases that occurred throughout the month. Also included are reports of two new trades made in this quarter. There were no comments from the Board, the Report was accepted into the record, and is included in the Minutes as Attachment 2 and Attachment 3.

Chairman Weiss took a moment to explain to new members of the Board that Autumn Sanson has been an employee of the State Board of Finance since the last regular Legislative session, when it was enacted that the Chief Investment Officer of the State Treasury would be nominated by the Treasurer, but be appointed by the Board and work under the direction of the Board. Mr. Weiss told the Board that Ms. Sanson has had a "good hand on the helm", and thanked her for her service to the Treasury and the Board.

Addressing the last item on the agenda, Chairman Weiss directed the State Treasurer's office to pay warrants for the succeeding quarter, as now required by state statute, by accepting a motion by Haley Keenan-Gray, seconded by Auditor Daniels.

Chairman Weiss then addressed the Board and stated that two new items of business have been brought to his attention. First, he recognized Treasurer Robinson. Mr. Robinson told the Board that he would like to make a motion that the State Board of Finance continue the employment of Chief

Investment Officer Autumn Sanson. Chairman Weiss seconded the motion and stated that he agreed that it was appropriate to do so at this time. With no objection from the Board, the motion was passed unanimously.

Next, Chairman Weiss addressed the Board and stated that he would like to present two Board of Finance Resolutions. The Resolutions, in words and figures, read as follows:

R E S O L U T I O N

WHEREAS, Charlie Daniels has served faithfully and admirably on the State Board of Finance, and

WHEREAS, he has unselfishly devoted countless hours of his time and energy toward the improvement of the financial management in the State of Arkansas, and

WHEREAS, his service has proven him an outstanding cabinet member, State Land Commissioner, Secretary of State, and State Auditor worthy of praise in his unselfish devotion to this state, and

WHEREAS, his contributions to the State Board of Finance have been invaluable, and

WHEREAS, his unselfish service to the State of Arkansas is deserving of recognition and preservation;

NOW, THEREFORE, BE IT RESOLVED, that the State Board of Finance and its members, Governor Mike Beebe, Director of Finance and Administration Richard Weiss, State Treasurer Charles Robinson, State Bank Commissioner Candace Franks, State Securities Commissioner Heath Abshure, and Certified Public Accountant Al Hamilton, individually and on behalf of the State of Arkansas, do hereby express deep appreciation for the services of Auditor Charlie Daniels.

DATED THIS 9<sup>th</sup> Day of December, 2014.

/s/ Mike Beebe

/s/ Richard Weiss

/s/ Charles Robinson

/s/ Candace Franks

/s/ Heath Abshure

/s/ Al Hamilton

## RESOLUTION

WHEREAS, Charles L. Robinson has served faithfully and admirably on the State Board of Finance, and

WHEREAS, he has unselfishly devoted countless hours of his time and energy toward the improvement of the financial management in the State of Arkansas, and

WHEREAS, his service has proven him an outstanding Legislative Auditor and State Treasurer worthy of praise in his unselfish devotion to this state, and

WHEREAS, his contributions to the State Board of Finance have been invaluable, and

WHEREAS, his unselfish service to the State of Arkansas is deserving of recognition and preservation;

NOW, THEREFORE, BE IT RESOLVED, that the State Board of Finance and its members, Governor Mike Beebe, Director of Finance and Administration Richard Weiss, State Auditor Charlie Daniels, State Bank Commissioner Candace Franks, State Securities Commissioner Heath Abshure, and Certified Public Accountant Al Hamilton, individually and on behalf of the State of Arkansas, do hereby express deep appreciation for the services of Treasurer Charles L. Robinson.

DATED THIS 9th Day of December, 2014.

/s/ Mike Beebe

/s/ Richard Weiss

/s/ Charlie Daniels

/s/ Candace Franks

/s/ Heath Abshure

/s/ Al Hamilton

Chairman Weiss thanked both Auditor Daniels and Treasurer Robinson for their service to the State of Arkansas. Auditor Daniels addressed Chairman Weiss and also thanked him for his years of service as well, and Treasurer Robinson agreed. To conclude, the Chairman asked if there were any

further issues to be brought before the Board. There being no further business, the Chairman accepted a motion to adjourn.

ATTEST:

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Secretary of the State Board  
of Finance of the State of Arkansas

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Acting Chairman of the State Board  
of Finance of the State of Arkansas

Secretary's Note: All documents pertaining to the issues considered are filed in the permanent records of the State Board of Finance.