

**STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS
PUBLIC FINANCE MANAGEMENT BOARD**

MEETING OF BOARD MEMBERS

March 26, 2009

A meeting of the members of the Public Finance Management Board (“PFMB”) was held on Thursday, March 26, 2009 at 9:00 a.m. in Room 135, State House, Providence, Rhode Island pursuant to duly posted public notice of the meeting and notice duly given to all members.

Prior to roll call Mr. Michael J. Solomon, Executive Director for Operations within the Office of the General Treasurer, submitted for the record a letter from General Treasurer Frank T. Caprio designating Mr. Solomon his voting proxy for the meeting. Mr. Solomon submitted this letter with the board’s approval.

**Membership Roll Call: Frank T. Caprio, General Treasurer and Chair
– not present**

Mr. Michael J. Solomon *

Mr. Emanuel Barrows, Public Member

**Ms. Rosemary Booth Gallogly, R.I. State Budget Officer – arrived at
9:08 a.m.**

Mr. William Fazioli, Public Member

Mr. Robert A. Mancini, Public Member

The Honorable A. Ralph Mollis, Secretary of State

Mr. Lincoln Mossop, Public Member – not present

*** Designated as Treasurer Caprio's voting proxy for March 26, 2009 Meeting**

The following Staff members were present: Mr. Eugene Bernardo, Esq., Legal Counsel from Partridge Snow & Hahn LLP, Anthony Paolantonio, R.I. House of Representatives, and other members of the Treasurer's Staff. Also present was Mr. Noel F. Simpson, Chief Financial Officer of RI Student Loan Authority.

There being a quorum present, Mr. Solomon called the meeting to order at 9:06 a.m.

Public Finance Management Board Minutes. Mr. Mancini moved, Mr. Barrows seconded and the following motion was passed. The following members voted in favor: Mr. Barrows, Mr. Fazioli, Ms. Gallogly, Mr. Mancini, Secretary Mollis, and Mr. Solomon.

VOTED: To approve the Minutes of the December 11, 2008 Regular Meeting.

Rhode Island Student Loan Authority ("RISLA"). Mr. Solomon introduced a request for approval from RISLA for \$85,000,000 private

activity volume cap allocation for tax-exempt, fixed rate student loan revenue bonds for issue in May 2009. This allocation will fund student loan originations from the 2009-2010 academic year. Mr. Solomon entertained a motion to allocate private activity volume cap in the amount of \$85,000,000 to RISLA.

Mr. Solomon noted the presence of Mr. Noel Simpson of RISLA and asked Mr. Simpson for any relevant information he would like to present to the board. Mr. Simpson thanked the board for consideration of RISLA's requests in both in 2008 and 2009. Mr. Simpson reminded the board and general public of the special need for student funding in the current, challenging economic environment.

Mr. Mancini moved, Mr. Barrows seconded, and the following motion was passed. The following members voted in favor: Mr. Barrows, Ms. Gallogly, Mr. Mancini, Secretary Mollis, and Mr. Solomon. Mr. Fazioli recused himself from this vote.

VOTED: To approve an allocation of volume cap in the amount of up to \$85,000,000 to the Rhode Island Student Loan Authority; and provided that if this volume cap allocation is not used on or before December 1, 2009, it shall revert back to and be reserved by the PFMB for reallocation.

PFMB Reserve. Mr. Solomon presented a request for the customary reserve allocation of 10% of the annual cap amount, this year \$27,327,000, to the PFMB. Mr. Solomon explained that these funds are typically held for allocation until the final meeting of the year and distributed as part of residual cap distribution. Mr. Solomon entertained a motion to allocate \$27,327,000 to PFMB Reserve. Mr. Fazioli moved, Secretary Mollis seconded, and the following motion was passed. The following members voted in favor: Mr. Barrows, Mr. Fazioli, Ms. Gallogly, Mr. Mancini, Secretary Mollis, and Mr. Solomon.

VOTED: To ratify, approve, and confirm an allocation of reserve volume cap in the amount of \$27,327,000.00 to the PFMB.

Other Business. Mr. Solomon opened the floor to other business. There being none, Mr. Solomon entertained a motion to adjourn the meeting.

Secretary Mollis moved, Mr. Fazioli seconded and the following motion was passed. The following members voted in favor: Mr. Barrows, Mr. Fazioli, Ms. Gallogly, Mr. Mancini, Secretary Mollis, and Mr. Solomon.

VOTED: To adjourn the meeting.

There being no further business, the meeting adjourned at 9:12 a.m.

Respectfully submitted,

Frank T. Caprio

General Treasurer