

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

MEETING OF BOARD MEMBERS

December 10, 2009

A meeting of the members of the Public Finance Management Board (“PFMB”) was held on Thursday, December 10, 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.

Membership Roll Call:

The Honorable Frank T. Caprio, General Treasurer and Chair

Mr. Emanuel Barrows, Public Member

Ms. Rosemary Booth Gallogly, R.I. State Budget Officer – arrived at 9:11 a.m.

Mr. Thomas M. Bruce, III, Public Member – not present

Mr. William Fazioli, Public Member – not present

Mr. Robert A. Mancini, Public Member

The Honorable A. Ralph Mollis, Secretary of State

Mr. W. Lincoln Mossop, Public Member – not present

Mr. Edward F. Yazbak, Public Member

The following Staff members were present: Mr. Mark A. Dingley, Chief of Staff / Chief Legal Counsel, Office of the General Treasurer, Mr. Michael J. Solomon, Executive Director for Operations, Office of the General Treasurer, Mr. Eugene Bernardo, Esq., Legal Counsel from Partridge Snow & Hahn LLP, Ms. Maureen Gurghigian of First Southwest Company, Mr. Robert Bromley, Senate Fiscal Office; and other members of the Treasurer's Staff. Also present were: Mr. Richard Hartley, Treasurer of RIHMFC, Mr. Thomas F. Hogg, Deputy Director – Finance of RIHMFC, Mr. Charles Kelly, Executive Director of RI Student Loan Authority, and Mr. Noel F. Simpson, Chief Financial Officer of RI Student Loan Authority.

There being a quorum present, Treasurer Caprio called the meeting to order at 9:03 a.m.

Public Finance Management Board Minutes. Mr. Barrows moved, Secretary Mollis seconded and the following motion was passed. The following members voted in favor: Treasurer Caprio, Mr. Barrows, Mr. Mancini, and Secretary Mollis. Mr. Yazbak abstained.

VOTED: To approve the Minutes of the March 26, 2009 Regular Meeting.

Ratification of the Contract with Partridge Snow & Hahn LLP. Mr. Mancini moved, Mr. Barrows seconded and the following motion was

passed. The following members voted in favor: Treasurer Caprio, Mr. Barrows, Mr. Mancini, and Secretary Mollis, and Mr. Yazbak.

VOTED: To ratify the contract with Partridge Snow & Hahn LLP for legal representation for the Public Finance Management Board through August 11, 2010.

The Treasurer moved on to the next agenda item; approval from the PFMB for new requests for volume cap.

Rhode Island Student Loan Authority (“RISLA”) is requesting an allocation of a portion of residual volume cap in the amount of \$84,430,000. Mr. Mancini moved, Mr. Barrows seconded and the following motion was passed. The following members voted in favor: Treasurer Caprio, Mr. Barrows, Mr. Mancini, and Secretary Mollis, and Mr. Yazbak.

VOTED: To approve an allocation of volume cap in the amount of \$84,430,000 to the Rhode Island Student Loan Authority; and to allow that allocation to be carried forward and that the board’s legal counsel be directed to file the necessary tax forms with the Internal Revenue Service in connection therewith.

Rhode Island Housing and Mortgage Finance Corporation (“RIHMFC”) is requesting an allocation of a portion of residual volume cap in the amount of \$188,270,000. Secretary Mollis moved, Mr. Mancini

seconded and the following motion was passed. The following members voted in favor: Treasurer Caprio, Mr. Barrows, Mr. Mancini, and Secretary Mollis, and Mr. Yazbak.

VOTED: To approve an allocation of volume cap in the amount of \$188,270,000 to the Rhode Island Housing and Mortgage Finance Corporation; and to allow that allocation to be carried forward and that the board's legal counsel be directed to file the necessary tax forms with the Internal Revenue Service in connection therewith.

Treasurer Caprio introduced the item of the Fiscal Year 2008 Report on Debt Management which was previously distributed to Board Members and other interested parties as prescribed by statute.

Treasurer Caprio introduced the item of the PFMB's potential involvement in Cap allocations for Recovery Zone Bonds available under the American Recovery and Reinvestment Act. There was a discussion among the group about the types of ARRA bonds, the state legislative process and administrative issues.

Other Business. Treasurer Caprio opened the floor to other business.

There being none, Treasurer Caprio entertained a motion to adjourn the meeting.

Mr. Yazbak moved, Secretary Mollis seconded and the following motion was passed. The following members voted in favor: Treasurer

Caprio, Mr. Barrows, Ms. Booth Gallogly, Mr. Mancini, Secretary Mollis, and Mr. Yazbak.

VOTED: To adjourn the meeting.

There being no further business, the meeting adjourned at 9:22 a.m.

Respectfully submitted,

**Frank T. Caprio
General Treasurer**