

New Hampshire Public Deposit Investment Pool

August 25, 2022

New Hampshire Banking Department
53 Regional Drive
Concord, NH 03301

MINUTES OF PUBLIC SESSION

Present: Monica Mezzapelle, NH State Treasurer; Charles Nickerson, NH Association of Counties; Dan Lynch, NH Municipal Association; Keith Pike, NH Bankers Association; Adam Denoncour, NH DRA; and Michele Bogardus, NH Municipal Association; Dawn Enright, NH Government Finance Officers Association; Joe Thornton, NH Banker's Association .

Also Present: Raeleen Blaisdell, Deputy Commissioner, NH Banking Department; Bob Lamberti, Deputy General Counsel, NH Banking Department; Beth Galperin, PFMAM; and Katia Frock, PFMAM.

Via Remote Call-In: Kerri Muskin, PFMAM; John Molloy, PFMAM; 2 unidentified persons calling in.

Deputy Commissioner Blaisdell opened the meeting at 9:01 a.m.

The roll was called for attendance, and it was established that a quorum of the committee was present via in-person attendance.

Tab I: Minutes:

The minutes of the meeting of May 19, 2022, were reviewed. Joe Thornton requests one edit—he is not mentioned as being present at last meeting.

Deputy Commissioner Blaisdell asked for a motion to accept the minutes of May 19, 2022, with edit.

Adam Denoncour made the motion to accept with amendment, seconded by Charles Nickerson.

Approved: All approved
Abstained: Dawn Enright
Motion passes.

Tab II: Investment Advisor Report, presented by Kerri Muskin, PFMAM:

Kerri Muskin, PFMAM discussed the quarterly market update.

Page 2-3: inflation and CPI readings trends. Longer term expectation is for inflation to stall.

Page 4-7: discussion of strong labor market, low consumer sentiment, and GDP trends over the past 4 quarters. Expectation is for the fed to keep focus on inflation, with rates continuing to rise by year-end.

Page 8-11: Slower growth expectations, lower inflation long term result in inversion on US Treasury Yield Curve right now; short-term credit continues to provide incremental value.

Page 14-21: reviewed PDIP portfolio performance over the quarter. Expectation for 30-Day SEC gross yield to continue to rise this quarter. First priority is to maintain investor principal, and portfolio's net asset value continues to be within the acceptable range despite some market volatility. Portfolio is outperforming many other LGIPs throughout the country.

Page 22-27: Portfolio review for second quarter. For the June 15 stress test, basis point ranges were increased to account for rate hike trends and market volatility. None of the scenarios would have resulted in a net asset value below acceptable range, even with increased basis point ranges.

Questions: There were no questions from the board.

Tab III – Financial Report, Katia Frock, PFMAM:

Page 1-2: statements of net position and changes in net position. The pool has seen significant deposits this quarter.

Page 3: typical cash disbursements for the quarter.

Page 4: PFMAM waived investment management fees from November 2020 through March 2022. Beginning in June of 2022, PFMAM began to recoup previously waived fees.

Page 5: outlines schedule of investments.

Tab IV – Marketing Update, Beth Galperin, PFMAM:

Beth Galperin described in-person, email, telephone, and regular mail marketing campaigns over the past quarter.

Tab V - Upcoming Meeting Dates, Katia Frock, PFMAM:

Next meeting is October 20, 2022. Review of all future meetings through next August.

Other Business.

SB 272 – organizational meeting was August 24. Board member Monica Mezzapelle provided a review of that meeting.

Dan Lynch moved to adjourn the meeting. Seconded by Dawn Enright.
Roll call vote taken.

Deputy Commissioner Blaisdell adjourned the meeting at 9:56 a.m .