Minutes

Texas Bond Review Board

Board Meeting

Thursday, January 23, 2020, 10:00 a.m.

Capitol Extension, Room E2.026

1100 N. Congress Ave.

Austin, TX 78701

The Texas Bond Review Board (BRB) convened in a board meeting at 10:00 a.m., Thursday, January 23, 2020 in the Capitol Extension, Room E2.026 in Austin, Texas. Present were Brady Franks, Chair and Alternate for Governor Greg Abbott; Amanda Lopez, Alternate for Speaker Dennis Bonnen; and Piper Montemayor, Alternate for Comptroller Glenn Hegar. Also, in attendance were Leslie Brock and Dennis McKinney with the Office of the Attorney General, Bond Finance Office staff members and others.

1. **Call to Order**

Brady Franks, as Chair, called the meeting to order at 10:09 a.m. A quorum was present.

1. **Approval of Minutes**

UPON MOTION BY Piper montemayor AND SECOND BY AMANDA LOPEZ, THE TEXAS BOND REVIEW BOARD APPROVED THE MINUTES FOR THE NOVEMBER 12, 2019 planning session AND THE NOVEMBER 21, 2019 board meeting.

1. **Public Comment**

There was no public comment.

1. **Texas State Affordable Housing Corporation Collateralized Revenue Bonds (Hamilton Valley Rural Development Portfolio) Series 2020**

Representatives present were Janie Taylor, Executive Vice President, TSAHC; David Danenfelzer, Senior Director of Development Finance, TSAHC; and Timothy Nelson, Municipal Advisor, Hilltop Securities.

Joaquin Guadarrama, Alternate for Lieutenant Governor Dan Patrick, joined the meeting at 10:12 a.m.

UPON MOTION BY piper montemayor AND SECOND BY Joaquin guadarrama, THE TEXAS BOND REVIEW BOARD approved the Texas State Affordable Housing Corporation Collateralized Revenue Bonds (Hamilton Valley Rural Development Portfolio) Series 2020 in a maximum par amount and maximum total proceeds amount of $39,120,000 including premiums, if any, as outlined in the application dated December 16, 2019 and supplements through January 16, 2020.

1. **Texas Public Finance Authority Revenue Commercial Paper Notes (Texas Facilities Commission Projects) Series 2016A (Taxable) and Series 2016B (Tax Exempt)**

Representatives present were Lee Deviney, Executive Director, TPFA; John Hernandez, Deputy Director, TPFA; Kevin Van Oort, General Counsel, TPFA; John Barton, Senior Financial Analyst, TPFA; Prince John Chavis, Project Manager, Facilities Design and Construction, TFC; Diane Jackson, Chief Financial Officer, TFC; and Yolanda Strey, HUB Director, TFC.

UPON MOTION BY piper montemayor AND SECOND BY Joaquin guadarrama, THE TEXAS BOND REVIEW BOARD approved for fiscal year 2020 the State of Texas Revenue Commercial Paper Program (Texas Facilities Commission Projects) Series 2016A (Taxable) and 2016B (Tax-Exempt) in a maximum aggregate principal amount not to exceed $1,242,855,581, including the costs of issuance and related administrative costs, if any, to finance authorized project costs for Phase II of the Capitol Complex and North Austin Campus projects, as needed, and allow for continued financing for Phase I, as outlined in the application dated December 30, 2019 and supplements through January 22, 2020, with the aggregate amount of notes outstanding at any one time not to exceed $200,000,000.

1. **Date for Next Board Meeting**

The next planning session is scheduled for Tuesday, March 10, 2020. The next Board Meeting is scheduled for Thursday, March 19, 2020.

1. **Report from the Executive Director**
* So far for fiscal year 2020, staff has received a total of 858 local government debt issues that need to be processed. This is an increase of 51% from the total number of issues received during this time last year.
* For calendar year 2020, the state has just over $3.04 billion of private activity bond (PAB) authority to allocate. With the new legislation taking effect, staff has already reserved just under $1.90 billion of PAB authority.
* Staff has been asked by Senator Lucio’s office to be available for interim charges regarding potential PAB legislation. BRB staff has been invited to speak at the Intergovernmental Relations Public Hearing on Tuesday, January 28, 2020 in Brownsville, Tx.
* On January 30, 2020, staff will be the panelists for the Webinar “Demystifying the Bond Lotto Process”.
* Staff has begun working on the February 2020 Debt Affordability Study. Staff plans to send a draft copy of the report to the Board for review by Monday, February 3, 2020. The final version of the report will be posted to the agency website by Friday, February 14, 2020.
* The next Texas Public Finance Seminar is scheduled for Tuesday, February 18, 2020 in the Legislative Conference Center. Jerry Kyle from Orrick will be giving a presentation on the continuing disclosure requirements of state debt issuers.
1. **Adjourn**

There being no further business, the Board Meetingwas adjourned at 10:18 a.m.