Minutes

Texas Bond Review Board

Planning Session

Tuesday, April 19, 2016, 10:00 a.m.

Capitol Extension, Room E2.026

1400 N. Congress Ave.

Austin, TX 78701

The Texas Bond Review Board (BRB) convened in a planning session at 10:00 a.m., Tuesday, April 19, 2016 in the Capitol Extension, Room E2.026 in Austin, Texas. Present were Ky Ash, Chair and Alternate for Governor Greg Abbott; Joaquin Guadarrama, Alternate for Lieutenant Governor Dan Patrick; Serena Kuvet, Alternate for Comptroller Glenn Hegar and Andrew Blifford, Alternate for Speaker Joe Straus. Also in attendance were Leslie Brock with the Office of the Attorney General, Bond Finance Office staff members and others.

1. **Call to Order**

Bob Kline, as Chair, called the meeting to order at 10:03 a.m. He announced that this was a planning meeting of Board staff to receive and discuss information relative to the applications before the Board. No votes would be taken. A quorum was present.

1. **Texas Public Finance Authority State of Texas General Obligation Refunding Bonds, Series 2016**

Representatives present were: Lee Deviney, Executive Director, TPFA; John Hernandez, Deputy Director, TPFA; John Barton, Senior Financial Analyst, TPFA; and Jorge Rodriguez, Financial Advisor, Coastal Securities.

TPFA seeks approval to issue its State of Texas General Obligation Refunding Bonds, Series 2016 (in one or more series or subseries) with an aggregate par of $189,000,000 and maximum proceeds including premiums, if any, not to exceed $219,798,790.

The proceeds of the Series 2016 bonds will be used to advance refund all or a portion of the Authority’s outstanding GO Refunding Bonds, Series 2009A, GO Refunding Bonds Series 2010A, and GO and Refunding Bonds Series 2011 in the amount of $189,015,000. The bonds are expected to produce a cash present value savings of approximately $8,186,505 and a Net Present Value (NPV) savings of 4.33%.

The 2016 bonds will be issued pursuant to Article III, Sections 49-l, 50-f, 50-g, 49-h of the Texas Constitution, Chapter 1232, Texas Government Code, as amended (the “Texas Public Finance Authority Act”) and Chapters 1207, 1371, 1401 and 1403 of the Texas Government Code, as amended.

The TPFA Board adopted the final bond resolution at its meeting on April 7, 2016. Legislative Budget Board approval is not required for these refunding bonds.

The bonds are general obligations of the state and the total cost of issuance is estimated to be $8.57 per bond.

Lee Deviney and Jorge Rodriguez answered questions from the Board.

1. **Texas Private Activity Bond Surface Transportation Corporation Senior Lien Revenue Bonds, (Blueridge Transportation Group, LLC SH 288 Toll Lanes Project), Series 2016 (Tax-Exempt) if applicable under TAC Rule 181.9(d)**

This transaction was approved on the EXEMPT track on Thursday, April 14, 2016.

1. **Public Comment**

There was no public comment.

1. **Date for Next Board Meeting**

The next Board Meeting is scheduled for 10:00 a.m. Thursday, April 28, 2016 in the Capitol Extension, Room E2.026.

1. **Report from the Executive Director**
   * Database upgrade project is continuing along on schedule. Staff is working on the state database conversion. The local databases have been converted and are being tested.
   * Staff is in the process of completing a rewiring project within the agency’s office.
   * 2016 local government processing is moving along as scheduled.
   * Staff is processing two Qualified Energy Conservation Bond applications. One application is expected to be sent to the Governor’s office this week.
   * Capital Expenditure Plan preparations continue and staff has scheduled a training session on May 6, 2016 and May 16, 2016.

1. **Adjourn**

There being no further business, the planning sessionwas adjourned at 10:20 a.m.