Minutes

Texas Bond Review Board

Planning Session

Monday, June 9, 2014, 2:00 p.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 2:00 p.m., Monday, June 9, 2014 in the Capitol Extension Room E2.026 in Austin, Texas. Present were Ed Robertson, Chair and Alternate for Governor Rick Perry; Jamie Dudensing, Alternate for Lieutenant Governor David Dewhurst; Serena Kuvet, Alternate for Comptroller Susan Combs 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, Executive Director, called the meeting to order at 2:05 p.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 2014A and State of Texas General Obligation Refunding Bonds, Taxable Series 2014B in one or more series**

Representatives present were: John Hernandez, Interim Executive Director, TPFA; John Barton, Senior Financial Analyst, TPFA; Pamela Scivicque, Director of Business Administration, TPFA; Jorge Rodriguez, Financial Advisor, Coastal Securities.

TPFA seeks approval to issue its State of Texas General Obligation Refunding Bonds, Series 2014A and Taxable Bonds Series 2014B (in one or more series) with an aggregate par of $579,140,000 and maximum proceeds including premiums, if any, not to exceed $634,165,735. The Series 2014A Bonds will be issued with a maximum par of $283,740,000 and maximum proceeds including premiums, if any, not to exceed $332,566,175. The Taxable Series 2014B Bonds will be issued with a maximum par of $295,400,000 and maximum proceeds including premiums, if any, not to exceed $301,599,560.

TPFA expects to make cash contributions totaling approximately $12,684,560 to be paid from general revenue appropriations for CP debt service.

The proceeds of the Series 2014 bonds will be used: (i) to refund all outstanding general obligation commercial paper notes issued by TPFA so as to provide long-term fixed rate financing for the authorized projects, and (ii) to pay the costs associated with the issuance of the bonds. The bonds are general obligations of the state.

Total direct bond related costs are $1.42 and underwriter’s spread is $4.03 for a total cost of issuance of $5.45 per bond.

John Hernandez provided an overview of the commercial paper programs and answered board questions.

1. **EXEMPT – Texas Transportation Commission State of Texas General Obligation Mobility Fund Refunding Bonds (issued in one or more series)**

Among representatives present were Jennifer Wright, Financial Analyst, TXDOT.

This transaction is on the EXEMPT track, and staff is finalizing its analysis. TXDOT provided an overview of the project.

1. **Discussion of modifications to the Additional Transcript Requirements Form pursuant to Texas Government Code §1202.008**

Rob Latsha discussed the modifications to the Additional Transcript Requirements Form.

1. **Public Comment**

There were no public comments.

1. **Adjourn**

There being no further business, the planning sessionwas adjourned at 2:20 p.m.