Minutes

Texas Bond Review Board

Planning Session

Tuesday, July 15, 2025, 1:30 p.m.

Capitol Extension, Room E1.014

And Videoconference Meeting

1100 Congress Ave.

Austin, TX 78701

The Texas Bond Review Board (BRB) convened in a planning session at 1:30 p.m., Tuesday, July 15, 2025, in Capitol Extension, Room E1.014 and via videoconference as authorized under Texas Government Code section 551.127. Present were Jimmy Anderson, Chair and Alternate for Governor Greg Abbott; Joaquin Guadarrama, Alternate for Lieutenant Governor Dan Patrick; Andrew Blifford, Alternate for Speaker Dustin Burrows; and Kimberly Edwards, Alternate for Acting Comptroller Kelly Hancock. Also, in attendance was Leslie Brock and Kathy Johnson (Videoconference) with the Office of the Attorney General, Bond Finance Office staff members, and others.

1. **Call to Order / Establishment of Quorum**

Rob Latsha, Executive Director, called the meeting to order at 1:30 p.m.. A quorum was present. He announced that this meeting will be held by videoconference call pursuant to Texas Government Code section 551.127. This meeting may include participation from one or more Bond Review Board members by remote videoconference. In accordance with the Texas Open Meetings Act, Bond Review Board members participating by videoconference shall be considered as being present for all purposes in the meeting. No votes would be taken.

1. **Texas Water Development Board State of Texas General Obligation Water Financial Assistance Refunding Bonds Series 2025B, Water Financial Assistance Bonds Series 2025C (Economically Distressed Areas Program), and Water Financial Assistance Refunding Bonds Series 2025D (Economically Distressed Areas Program)**

Representative present was David Duran, Director of Debt and Portfolio Management for the TWDB.

The TWDB seeks approval to issue its State of Texas General Obligation Bonds Water Financial Assistance Refunding Bonds, Series 2025B, Water Financial Assistance Bonds, Series 2025C (Economically Distressed Areas Program), Water Financial Assistance Refunding Bonds, Series 2025D (Economically Distressed Areas Program), with an aggregate maximum par amount not to exceed $196,735,000 and a maximum total proceeds amount not to exceed $198,124,764 including premiums, if any.

The Series 2025B WFA refunding Bonds are expected to have a par amount of $129,310,000 and a total proceeds amount of 130,226,285, the Series 2025C WFA new money EDAP bonds are expected to have a total proceeds amount of $41,189,133, and the WFA Series 2025D refunding EDAP bonds are expected to have a total proceeds amount of $26,709,345.

The Series 2025B WFA refunding bonds are being issued to currently refund outstanding Series 2018A DFund bonds and Series 2022B DFund bonds

The Series 2025C WFA new money EDAP bonds are being issued to provide funds for the Financial Assistance Account for water assistance projects in a total amount of approximately $40,905,000.

The Series 2025D WFA refunding EDAP bonds are being issued to refund outstanding Series 2015C2, EDAP Bonds, Series 2015E Bonds, and Series 2016A Bonds.

NPV Savings will be $1,685,171.57, or an aggregate percent savings of 6.3%.

Bonds are issued under authority:

• Article III, Section 49-d-8, 49-d-9, 49-d-11 and 49-d-14, Texas Constitution,

• Chapter 1207, Texas Government Code, as amended, and Chapter 1371, Texas Government Code, as amended.

• Subchapter L of Chapter 17 of the Texas Water Code, as amended,

• TWDB adopted the resolution on May 8, 2025,

• Legislative Budget Board approval for the EDAP bonds was received on July 1, 2025.

The Series 2025B, C, and D bonds will be sold through a negotiated sale as general obligation, self-supporting and not self-supporting, tax-exempt, fixed rate securities in the form of serial and term bonds with an expected final maturity date of August 1, 2045

The combined All-in True Interest Cost (TIC) for all bonds is estimated to be 4.36% and the average life is expected to be 11.266 years.

Anticipated Sale Date will be August 6, 2025, and Anticipated Closing Date will be August 20, 2025.

The total cost of issuance will be $1,371,940.00, or $6.97 per bond.

David Duran addressed the Board.

1. **Public Comment**

There were no public comments.

1. **Date for Next Board Meeting**

A Board Meeting is scheduled for Thursday, July 17, 2025, at 10am in Capitol Extension, Room E1.026 of the Clements Buildings.

1. **Items for Future Agendas**

Each Board member received an updated list of future agenda items.

1. **Report from the Executive Director**

* **Local Government Debt Processing and Reporting**
  + Staff continue to process local government debt issuances received from bond counsel. So far in fiscal year 2025 staff have received 1453 transactions. Staff received a total of 1,398 for processing during fiscal year 2024.
* **State Debt Processing and Reporting** 
  + Staff is working on a draft outline on revisions to the FY 2025 local report based on what was reported in FY 2024. The purpose of this project is to refocus the report for efficiency and comply with statute.
* **Legislative Bills Affecting the Bond Review Board**
  + Staff processed at total of 208 fiscal notes during the 89th Legislature. This is a record number of fiscal notes received during one legislative session.
* **Private Activity Bond Program Update** 
  + As of June 31, 2025, fees collected for the Private Activity Bond Program totaled approximately $1.7 million during calendar year 2025. During calendar year 2024, fees collected were $2.3 million.
* **State Security Application Update**

1. **Adjourn**

There being no further business, the planning session was adjourned at 1:46 p.m..