



MINUTES
STATE BOND COMMISSION
MEETING OF MAY 20, 2010
COMMITTEE ROOM A
STATE CAPITOL BUILDING

The items listed on the Agenda are incorporated and considered to be a part of the minutes herein.

Treasurer Kennedy called the meeting to order. Then Ms. W. Sittig called the roll.

MEMBERS PRESENT:

Mr. Stephen Waguespack, representing Governor Bobby Jindal
(arrived during discussion of Items 53 and 54)
Mr. Rowdy Gaudet, representing Lt. Governor Scott Angelle
Secretary of State Jay Dardenne
Mr. Rick McGimsey, representing Attorney General James Caldwell
Senator John Alario, representing President Joel Chaisson
Senator Michael Michot (arrived during discussion of Items 53 and 54)
Senator Lydia Jackson (arrived during discussion of Items 53 and 54)
Speaker Jim Tucker
Representative James Fannin
Representative Jeff Arnold (arrived during discussion of Items 53 and 54)
Commissioner Angèle Davis
Treasurer John Kennedy

MEMBERS ABSENT:

Senator Robert Marionneaux
Representative Hunter Greene

Speaker Tucker moved approval of the minutes of the April 15, 2010 meeting, seconded by Senator Alario, and without objection, the minutes were approved.

Mr. Kling requested Items 53 through 56 be considered first.

Mr. Kling provided a brief synopsis on Items 53 and 54 to consider authorization resolutions for the conversion of Gasoline and Fuels Tax Second Lien Revenue Bonds Series 2009A-1 and for the issuance of Gasoline and Fuels Tax Second Lien Revenue Refunding Bonds Series 2010A. to refund Gasoline and Fuels Tax Second Lien Revenue Bonds (Build America Bonds) Series 2009A-2. Additional information was provided by Freda and Chester Johnson, Financial Advisors, Government Finance Associates, Inc. via telephone and by Meredith Hathorn, Bond Counsel, Foley & Judell, LLP. Speaker Tucker moved approval, seconded by Senator Alario, and without objection, Items 53 and 54 were approved.

Mr. Kling provided a brief synopsis on Items 55 and 56 relative to developing a plan to retire certain State of Louisiana General Obligation Bonds in advance maturity through redemption, purchase, or repayment of debt. Speaker Tucker moved to authorize the Director to develop the plan and appoint Bond Counsel, CPA/Verification Agent, and Trustee as provided in Item 56 and for Item 55, the authorization resolution, to be reconsidered at a special meeting. The motion was seconded by Senator Alario, and without objection, the motion was approved.

Mr. Kling provided a synopsis on Items 3 through 5, Local Governmental Units, Elections - (October 2, 2010). Speaker Tucker moved approval, seconded by Senator Alario, and without objection, Items 3 through 5 were approved.

Mr. Kling provided a synopsis on Items 6 through 11, Local Political Subdivisions - Loans. Representative Fannin stated he had several questions related to Item 11, Winn Parish Law Enforcement District. Information was provided by Sheriff A.D. "Bodie" Little of Winn Parish in response to the questions. After some discussion, Representative Fannin moved for conditional approval subject to \$500,000 immediate issuance, with remaining \$250,000 contingent upon SBC review and approval of financial plan. The motion was seconded by Senator Alario, and without objection, Item 11 was conditionally approved.

Treasurer Kennedy stated Item 9, City of Westwego would be considered next. Additional information was provided by Mayor John Shaddinger, City of Westwego and James Butler, CPA, City of Westwego. Senator Alario moved approval, seconded by Senator Michot, and without objection, Item 9 was approved.

Mr. Kling stated Items 7, 8 and 10 could be considered together. Representative Fannin moved approval, seconded by Senator Alario, and without objection, Items 7, 8, and 10 were approved.

Mr. Kling stated Item 6, Allen Parish Assessment District was recommended for approval contingent upon verification of the district's certificate resolution adopted on March 30, 2010 to authorize the incurrence of the debt. Representative Fannin moved for conditional approval contingent upon the verification of the certified resolution adopted by the district. The motion was seconded by Senator Alario, and without objection, Item 6 was conditionally approved.

Mr. Kling provided a synopsis on Items 12 through 18, Local Political Subdivisions - Bonds - Preliminary Approval. Mr. Kling explained the issuance cost recaps for Items 14 and 17 incorrectly reported engineering costs as costs of issuance but those costs were part of construction project costs. Representative Fannin moved approval inclusive of the revised cost of issuances on Items 14 and 17. The motion was seconded by Senator Alario, and without objection, Items 12 through 18 were approved with revised cost of issuances for Items 14 and 17.

Mr. Kling advised that Item 19 was being withdrawn at the meeting.

Mr. Kling provided a synopsis on Items 20 through 28, Local Political Subdivisions - Bonds - Final Approval. Representative Fannin moved for approval, seconded by Senator Alario, and without objection, Items 20 through 28 were approved.

Mr. Kling provided a synopsis on Item 29, Union Parish, Town of Farmerville. Representative Fannin moved approval, seconded by Senator Alario, and without objection, Item 29 was approved.

Mr. Kling provided a synopsis on Item 30, Louisiana Housing Finance Agency. Additional information was provided by Rene Landry, Chief Fiscal Officer, Louisiana Housing Finance Agency. Representative Fannin moved for approval subject to the net present value savings at or above 3% in compliance with resolution adopted by LHFA on April 14, 2010 and contingent upon verification of the amended certified resolution defining security and legal citation of proposed debt, which was adopted by LHFA on May 12, 2010. The motion was seconded by Senator Alario, and without objection, Item 30 was conditionally approved.

Mr. Kling provided a synopsis on Item 31, Louisiana Community Development Authority (Sea Point LLC Project). Mr. Stephen Moret, Secretary, Department of Economic Development made a recommendation to increase the GO Zone Policy Parameter cap from \$250,000,000 to \$300,000,000 per applicant company. Speaker Tucker moved approval, seconded by Senator Alario, and without objection, the amended parameter was approved.

Additional information was provided on Item 31 by Fred Chevalier, Bond Counsel, Jones Walker; and Jonathan Red, Chief Operating Officer, Sea Point, LLC. After some discussion, it was agreed the \$500,000 consultant fee listed on issuance cost recap was no longer applicable and could be removed. Speaker Tucker moved approval inclusive of the revised cost of issuance. The motion was seconded by Senator Alario, and without objection, Item 31 was approved with the revised cost of issuance.

Mr. Kling provided a synopsis on Item 32, Louisiana Community Development Authority (Louise S. McGehee School, Inc. Project). Speaker Tucker moved approval, seconded by Senator Alario, and without objection, Item 32 was approved.

Mr. Kling provided a synopsis on Item 33, Louisiana Public Facilities Authorities (Lafayette General Medical Center Project). Senator Michot moved for approval seconded by Senator Alario and without objection, Item 33 was approved.

Mr. Kling provided a synopsis on Item 34, Louisiana Public Facilities Authorities (Municipal Facilities Revolving Loan Fund Match Project). Speaker Tucker moved approval, seconded by Senator Alario and without objection, Item 34 was approved.

Speaker Tucker stated he had a question related to issuance cost on Item 32. Information was provided by Scott Zander, Bond Counsel, Jones Walker and William Gahagan, Business Manager of Louise S. McGehee School.

Mr. Kling provided a synopsis on Item 35, Opelousas General Hospital Authority. Speaker Tucker moved approval, seconded by Senator Alario and without objection, Item 35 was approved.

Mr. Kling provided a synopsis on Items 36 through 49, Ratifications And/Or Amendments to Prior Approvals. Speaker Tucker moved approval, seconded by Senator Alario and without objection, Items 36 through 49 was approved.

Mr. Kling provided a synopsis on Item 50, City of Shreveport (Shreveport Airport Authority, Department of Economic Development and State of Louisiana through the Division of Administration). Senator Jackson moved approval, seconded by Senator Alario and without objection, Item 50 was approved.

Mr. Kling provided a synopsis on Item 51, Louisiana Community Development Authority (Vidalia Economic Development Project). Speaker Tucker moved approval, seconded by Senator Alario, and without objection, Item 51 was approved.

Mr. Kling advised that Item 52 was being withdrawn at the meeting.

On the motion of the Chairman and without any objection, the meeting was adjourned.

(A verbatim transcript is available with the Bond Commission.)