



MINUTES
STATE BOND COMMISSION
MEETING OF FEBRUARY 21, 2013
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. D. Anderson called the roll.

MEMBERS PRESENT:

Mr. Paul Rainwater, representing Governor Bobby Jindal
Mr. Randy Davis, representing Lt. Governor Jay Dardenne
Mr. Kyle Ardoin, representing Secretary of State Tom Schedler (arrived during discussion of Item 47)
Mr. Rick McGimsey, representing Attorney General James Caldwell
President John Alario
Senator Edwin Murray, representing Senator Jack Donahue
Senator Neil Riser
Senator John Smith
Speaker Charles Kleckley
Representative James Fannin
Representative Joel Robideaux
Representative Helena Moreno, representing Representative Cameron Henry
Commissioner Kristy Nichols
Treasurer John Kennedy

MEMBERS ABSENT:

Speaker Kleckley moved approval of the minutes of the January 17, 2013 meeting, seconded by President Alario, and without objection, the minutes were approved.

Mr. Kling provided a synopsis on Items 3 through 27, Local Governmental Units - Elections May 4, 2013. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Items 3 through 27, were approved.

Mr. Kling provided a synopsis on Items 28 through 32, Local Political Subdivisions - Loans. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Items 28 through 32 were approved.

Mr. Kling provided a synopsis on Items 33 through 52, excluding Items 33, 36, 39, 46, 47, 49, 50, and 51, Local Political Subdivisions - Bonds Final Approval. Speaker Kleckley moved approval on Items 33 through 52, excluding Items 33, 36, 39, 46, 47, 49, 50, and 51, with conditional approval on Item 34 contingent upon verification of the amended certified resolution adopted by the Caddo Sewerage District No. 2 clarifying the maturity date of the Refunding Bonds and providing for a verbatim statement of the State Bond Commissions Swap Policy, which was adopted on February 13, 2012. The motion was seconded by President Alario, and without objection, Items 33 through 52, excluding Items 33, 36, 39, 46, 47, 49, 50, and 51, were approved, with Item 34 being conditionally approved.

Mr. Kling provided a synopsis on Item 33, Caddo Parish, City of Shreveport (LDEQ Sewer Project). Speaker Kleckley moved for conditional approval contingent upon verification of the amended certified resolution adopted by the City authorizing the bonds to be issued in one or more series, which was adopted on February 12, 2013. The motion was seconded by President Alario, and without objection, Item 33 was conditionally approved.

Mr. Kling provided a synopsis on Item 36, Claiborne Parish, Town of Homer. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Item 36 was approved.

Mr. Kling provided a synopsis on Item 39, Lafayette Parish, City of Youngsville, Youngsville Sales Tax District No. 1. Representative Robideaux moved approval subject to the applicant's compliance with the provisions of La. R.S. 33:4712.10 prior to actual disbursement of proceeds and that no disbursement for purchase of immovable property will be in excess of the appraisal valuation. The motion was seconded by President Alario, and without objection, Item 39 was approved.

Mr. Kling provided a synopsis on Item 47, Terrebonne Parish Council. President Alario moved approval, seconded by Speaker Kleckley, and without objection, Item 47 was approved.

Mr. Kling provided a synopsis on Item 49, Terrebonne Parish, Terrebonne Levee and Conservation District. President Alario moved for approval, seconded by Speaker Kleckley, and without objection, Item 49 was approved.

Mr. Kling provided a synopsis on Item 50, Vernon Parish, City of Leesville. Senator Smith moved for conditional approval contingent upon receipt of closing documentation for SBC approval previously granted on application L12-161 on March 15, 2012. The motion was seconded by Speaker Kleckley, and without objection, Item 50 was conditionally approved.

Mr. Kling provided a synopsis on Item 51, Washington Parish, Mount Hermon Water District. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Item 51 was approved.

Mr. Kling provided a synopsis on Item 46, St. James Parish, Town of Gramercy. Additional information was provided by J. Hugh Martin, Bond Counsel, Foley & Judell, LLP; Michael LeBlanc, Auditor, Town of Gramercy; and Terry Borne, Mayor, Town of Gramercy. President Alario moved approval, seconded by Speaker Kleckley, and without objection, Item 46 was approved.

Mr. Kling provided a synopsis on Items 53 through 61 excluding Item 58. Speaker Kleckley moved for approval seconded by President Alario and without objection, Items 53 through 61 excluding Item 58, were approved.

Mr. Kling provided a synopsis on Item 58, Louisiana Housing Finance Agency (1501 Canal Senior Housing Project). Senator Murray moved approval, seconded by Representative Moreno and without objection, Item 58 was approved.

Item 66 was a discussion regarding Call Modification Proposal related to the State of Louisiana Gasoline and Fuels Tax Bonds, Series 2006A. Additional information was provided by Christopher Hicks, and Mike Leffler, Directors, Citigroup Global Markets, Inc. and Renee Boicourt, Financial Advisor, Lamont Financial Services. While additional information was being obtained, it was decided to defer the item to later in the meeting.

Item 67 was a discussion of United States of America versus The City of New Orleans, et al (Civil Action No. 12-2011 United States District Court Eastern District of Louisiana.

Mr. Kling provided a synopsis on a request from DOTD and explained an addition to the agenda was needed to consider an adoption of a resolution expressing interest in the execution and delivery of a Cooperative Endeavor Agreement in connection with the proposed restructuring of the Louisiana Transportation Authority's outstanding LA 1 Toll Senior and Subordinate Lien Revenue Bonds; authorizing appropriate officers of SBC to approve and execute any instruments, documents or certificates as required by law; and providing for other matters. Additional information was provided by Sherri LeBas, Secretary, Department of Transportation & Development and Michael Bridges, Undersecretary, Department of Transportation & Development. Representative Fannin moved to amend the agenda to add the item for consideration. The motion was seconded by President Alario, and by a unanimous roll call vote, the item was added to the agenda. Treasurer Kennedy asked for public comment, hearing no public comment, President Alario moved approval of the added item. The motion was seconded by Speaker Kleckley, and without objection, the item was approved.

Mr. Kling provided a synopsis on Items 64 and 65. Item 64 was a presentation and discussion on the status of the State Debt Limit, NSTSD and Capital Outlay Escrow Fund. Item 65 was consideration and discussion of authorization to staff, in conjunction with the State's Financial Advisor, to proceed with the development of a plan of financing in order to secure debt service savings and/or address issues related to debt limitation, net state supported debt and capital outlay funding.

Mr. Kling explained an addition to the agenda was needed to consider authorization to proceed with SHIF bond sale in the amount of approximately \$100,000,000. Additional information was provided by Meredith Hathorn, Foley & Judell, LLP. Representative Fannin moved to amend the agenda to add the item for consideration. The motion was seconded by Commissioner Nichols, and by a unanimous roll call vote, the item was added to the agenda. Treasurer Kennedy asked for public comment, hearing no public comment, Representative Fannin moved approval of the added item. The motion was seconded by Speaker Kleckley, and without objection, the item was approved.

Discussion was held about the special meeting that was scheduled for February 22, 2013 & a request was made by Commissioner Nichols to cancel the special meeting. Hearing no objection, the meeting was cancelled.

Mr. Kling provided a synopsis on Items 62 and 63, Cash Lines of Credit - Priority 2, and Non-Cash Lines of Credit - Priority 5. After further discussion, Representative Fannin moved to approve Items 62 and 63. The motion was seconded by President Alario, and without objection, the items were approved.

Additional information for Item 66 regarding a Call Modification Proposal was provided by Christopher Hicks and Mike Leffler, Directors, Citigroup Global Markets, Inc., Renee Boicourt, Financial Advisor, Lamont Financial Services and Meredith Hathorn, Foley & Judell, LLP. After further discussion, the proposal was accepted. Mr. McGimsey indicated Mr. Kling should be delegated authority to finalize the proposal acceptance of \$12 million.

The status of the Louisiana Housing Corporation addressing the State Bond Commission was questioned by Senator Murray.

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

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