



MINUTES
STATE BOND COMMISSION
MEETING OF JUNE 20, 2013
SENATE 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. Thomas Enright, representing Governor Bobby Jindal
Mr. Randy Davis, representing Lt. Governor Jay Dardenne
Secretary of State Tom Schedler
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
Mr. Steven Procopio, representing Commissioner Kristy Nichols
Treasurer John Kennedy

MEMBERS ABSENT:

None

Speaker Kleckley moved approval of the minutes of the May 16 and June 6, 2013 meetings, seconded by President Alario, and without objection, the minutes were approved.

Mr. Kling provided a synopsis on Items 3 through 31, Local Governmental Units - Elections (October 19, 2013). Speaker Kleckley moved approval of Items 3 through 31, with Items 16 and 21 subject to preclearance being obtained from the US Department of Justice by the deadline of August 23, 2013 set by the Secretary of State's Office and Item 23 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. After further discussion Senator Murray offered a substitute motion to approve Items 3 through 31 (with Items 16, 21, and 23 subject to the conditions previously stated), seconded by Speaker Kleckley, and without objection, Items 3 through 31, were approved.

Mr. Kling provided a synopsis on Items 32 through 39, Local Political Subdivisions - Loans. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Items 32 through 39 were approved.

Mr. Kling provided a synopsis on Items 40 through 42, Local Political Subdivisions Bonds - Preliminary & Final Approvals. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Items 40 through 42 were approved.

Mr. Kling provided a synopsis on Item 43, Calcasieu Parish, City of Westlake (Natural Gas Pipeline Extension Project). Speaker Kleckley moved approval subject to the Minimum Consumption Obligation payments to the City, pursuant to the CEA, being sufficient for payment of annual debt service. The motion was seconded by President Alario, and without objection, Item 43 was approved.

Mr. Kling provided a synopsis on Items 44, 45 and 48, Local Political Subdivisions Bonds - Final Approval. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Items 44, 45 and 48 were approved.

Mr. Kling provided a synopsis on Item 46, East Baton Rouge Parish, Hospital Service District No. 1 (Lane Regional Medical Center Project). Speaker Kleckley moved approval, seconded by President Alario, and without objection, Item 46 was approved.

Mr. Kling provided a synopsis on Item 47, Jefferson & St. Tammany Parishes, Greater New Orleans Expressway Commission. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Item 47 was approved.

Mr. Kling provided a synopsis on Item 49, Ouachita Parish, Town of Sterlington. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Item 49 was approved.

Mr. Kling provided a synopsis on Item 50, Rapides Parish, City of Alexandria. Speaker Kleckley 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 50 was approved.

Mr. Kling provided a synopsis on Item 51, Sabine Parish, South Toledo Bend Waterworks District. Senator Smith moved for conditional approval contingent upon verification of the certified resolution adopted by the Policy Jury authorizing the incurrence of the debt, which was adopted on June 19, 2013. The motion was seconded by Speaker Kleckley, and without objection, Item 51 was conditionally approved.

Mr. Kling provided a synopsis on Item 52, Tangipahoa Parish, Hospital Service District No. 2. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Item 52 was approved.

Mr. Kling provided a synopsis on Items 53 and 56, Local Political Subdivisions Bonds - Final Approval. Senator Smith moved approval, seconded by Representative Fannin, and without objection, Items 53 and 56 were approved.

Mr. Kling provided a synopsis on Item 54, Webster Parish, City of Springhill. Speaker Kleckley 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 54 was approved.

Mr. Kling provided a synopsis on Item 55, West Baton Rouge Parish School Board. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Item 55 was approved.

Mr. Kling provided a synopsis on Item 57, Louisiana Community Development Authority (Goodwill Industries of North Louisiana, Inc. Project). Speaker Kleckley moved approval, seconded by President Alario, and without objection, Item 57 was approved.

Mr. Kling provided a synopsis on Item 58, Louisiana Energy and Power Authority (LEPA Unit No. 1). Speaker Kleckley moved approval, seconded by President Alario, and without objection, Item 58 was approved.

Mr. Kling provided a synopsis on Items 59 through 69, Ratifications and/or Amendments to Prior Approvals. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Items 59 through 69 were approved.

Mr. Kling provided a synopsis on Items 70 through 72, Certificates of Impossibility or Impracticality - Priority 1, Rescission of Cash Lines of Credit - Priority 1, and Cash Lines of Credit - Priority 2. Additional information was provided by John Davis, Director, Facility Planning & Control and Paul Rainwater, Chief of Staff, Office of the Governor. Treasurer Kennedy moved to consider the Items at the next meeting pending additional information. The motion was seconded by Secretary of State Schedler. After further discussion, it was decided to reconsider the Items later during in the meeting.

Mr. Kling stated Item 73 was a request to amend the State's Financial Advisory Services Contract to provide for the second of two allowed one-year contract extensions for the period August 1, 2013 through July 31, 2014, as provided for in the contract approved by the Commission on August 18, 2011. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Item 73 was approved.

Mr. Kling advised Item 74 would be considered later during the meeting.

Mr. Kling stated Item 75 was a submission by the Tobacco Settlement Financing Corporation for the consideration, review and approval of (1) a revised Budget for Fiscal Year 2012-2013 totaling \$216,517; and (2) an original budget for Fiscal Year 2013-2014 totaling \$140,612 - in accordance with the provisions of La. Revised Statute 39:99.6C. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Item 75 was approved.

Mr. Kling stated Item 76 was consideration of a motion for authorization of staff, in conjunction with the State's Financial Advisor, to proceed with the development of a plan of financing for the taxable refunding of the State of Louisiana General Obligation Refunding Bonds, Series 2005A, in either a competitive or negotiated structure, in one or more series, in order to secure debt service savings. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Item 76 was approved.

Mr. Kling provided a synopsis on Item 74, Washington Parish Law Enforcement District. Additional information was provided by Sheriff Randy "Country" Seal, Washington Parish Sheriff's Office; Michael B. Burris, Chief Civil Deputy/CPA, Washington Parish Sheriff's Office; and Jerry Osborne, Bond Counsel, Foley & Judell, LLP. Senator Murray moved approval, seconded by President Alario, and without objection, Item 74 was approved.

Treasurer Kennedy entertained additional discussion related to the information requested on Items 70 through 72 Certificates of Impossibility or Impracticality - Priority 1, Rescission of Cash Lines of Credit - Priority 1, and Cash Lines of Credit - Priority 2. Additional information was provided by Jerry Phillips, Undersecretary Department of Health & Hospitals and Kristy Nichols, Commissioner, Division of Administration. After further discussion, President Alario offered a substitute motion to approve Items 70 through 72. The motion was seconded by Secretary of State Schedler, and without objection, Items 70 through 72, were approved.

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

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