



MINUTES  
STATE BOND COMMISSION  
MEETING OF AUGUST 15, 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  
Lt. Governor Jay Dardenne  
Secretary of State Tom Schedler  
Mr. Rick McGimsey, representing Attorney General James Caldwell  
President John Alario  
Senator Bodi White, representing Senator Jack Donahue  
(arrived during discussion of Item 22; absent during roll call vote on Item 47;  
present during roll call vote on Item 44)  
Senator Gary Smith, representing Senator Neil Riser  
Senator John Smith  
Speaker Charles Kleckley  
(absent during roll call vote on Items 44 and 47)  
Representative James Fannin  
Representative Joel Robideaux  
Representative Walt Leger  
Commissioner Kristy Nichols  
Treasurer John Kennedy

**MEMBERS ABSENT:**

None

Speaker Kleckley moved approval of the minutes of the July 18, 2013 meeting, seconded by President Alario, and without objection, the minutes were approved.

Mr. Kling advised that Item 7 had been withdrawn prior to the meeting.

Mr. Kling provided a synopsis on Items 3 through 10, excluding Item 7, Local Governmental Units - Elections November 16, 2013. Speaker Kleckley moved approval, with Item 6 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, Items 3 through 10, excluding Item 7, were approved.

Mr. Kling provided a synopsis on Items 11 through 17, Local Political Subdivisions - Loans. Speaker Kleckley moved approval on Items 11 through 17, with conditional approval on Item 17 contingent upon West Carroll Parish Police Jury amending the budget for fiscal year ending December 31, 2013, for which the amendment was adopted on August 13, 2013 for the purpose of updated revenue and expenditure projection. The motion was seconded by President Alario, and without objection, Items 11 through 17 were approved, with Item 17 being conditionally approved.

Mr. Kling provided a synopsis on Items 18 and 19, Local Political Subdivisions - Bonds - Preliminary Approval. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Items 18 and 19 were approved.

Mr. Kling provided a synopsis on Items 20, 24 and 25, Local Political Subdivisions - Bonds - Final Approval. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Items 20, 24 and 25 were approved.

Mr. Kling provided a synopsis on Item 21, East Baton Rouge Parish, City of Zachary. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Item 21 was approved.

Mr. Kling provided a synopsis on Item 22, East Carroll Parish, Town of Lake Providence (DEQ Project). Speaker Kleckley moved approval, seconded by President Alario, and without objection, Item 22 was approved.

Mr. Kling provided a synopsis on Item 23, Iberia Parish Council, Economic Development District No. 1. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Item 23 was approved.

Mr. Kling provided a synopsis on Item 26, Union Parish, Hospital Service District No. 1, Wards 3, 4 and 10. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Item 26 was approved.

Mr. Kling provided a synopsis on Item 27, Orleans Parish School Board. Additional information was provided by Wayne Neveu, Bond Counsel, Foley & Judell, LLP. Representative Leger moved for conditional approval contingent upon verification of the certified resolution adopted by the School Board authorizing the incurrence of the debt, which is scheduled to be adopted on August 15, 2013. The motion was seconded by President Alario, and without objection, Item 27 was conditionally approved.

Mr. Kling provided a synopsis on Item 28, Louisiana Housing Corporation. Speaker Kleckley moved for conditional approval contingent upon adoption and subsequent verification of a subsequent resolution by the Corporation authorizing the addition or clarification of certain parameters, which was adopted on August 14, 2013. The motion was seconded by President Alario, and without objection, Item 28 was conditionally approved.

Mr. Kling provided a synopsis on Item 29, Louisiana Community Development Authority (Mary Bird Perkins Cancer Center Project). Senator White moved approval, seconded by Speaker Kleckley, and without objection, Item 29 was approved.

Mr. Kling provided a synopsis on Item 30, Louisiana Citizens Property Insurance Corporation. Additional information was provided by David E. Thomas, CEO, LA Citizens Property Insurance Co. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Item 30 was approved.

Mr. Kling provided a synopsis on Item 31, Louisiana Public Facilities Authority (Southwest Louisiana Charter Academy Foundation, Inc.). Additional information was provided by Meredith Hathorn, Bond Counsel, Foley & Judell, LLP; and Gene Thibodeaux, President, Southwest LA Charter Academy Foundation, Inc. Speaker Kleckley moved for conditional approval contingent upon receipt, review and approval by the SBC Director of final Management Agreement, inclusive of fees to be charged, Feasibility Study, Loan Agreement and Trust Indenture. The motion was seconded by Representative Leger, and without objection, Item 31 was conditionally approved.

Mr. Kling advised that Item 34 had been withdrawn prior to the meeting.

Mr. Kling provided a synopsis on Items 32 through 41, excluding Item 34, Ratifications and/or Amendments to Prior Approvals. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Items 32 through 41, excluding Item 34, were approved.

Mr. Kling provided a synopsis on Item 42, Cash Lines of Credit - Priority 1. Representative Fannin moved approval, seconded by Secretary of State Schedler, and without objection, Item 42 was approved.

Mr. Kling advised Items 43, 44 and 45 would be considered in a different order than reflected on the agenda.

Mr. Kling provided a synopsis on Item 46, Madison Parish Hospital Service District. Additional information was provided by Alan Offner, Bond Counsel, Foley & Judell, LLP; Scott Barrilleaux, CEO, Madison Parish Hospital Service District; Paul Delaney, Consulting CPA, Lester, Miller & Wells; Allen Brown, Asst. Legislative Auditor, Louisiana Legislative Auditor; Senator Francis Thompson, District 34. President Alario moved approval subject to a status report being provided to the State Bond Commission for presentation at the September 19, 2013 State Bond Commission meeting. The motion was seconded by Representative Leger, and without objection, Item 46 was conditionally approved.

Mr. Kling provided a synopsis on Item 47, Calcasieu Parish Public Trust Authority (Lake Charles Memorial Hospital Project), and stated that an agenda change was needed to reflect a change from not exceeding \$10,350,000 Hospital Refunding and Revenue Bonds to not exceeding \$16,350,000 Hospital Refunding and Revenue Bonds. President Alario moved to amend the agenda for the stated purposes and the motion was seconded by Representative Fannin. Treasurer Kennedy asked for public comment, hearing no public comment, and by a unanimous roll call vote, President Alario moved approval of the amended item. The motion was seconded by Representative Fannin, and without objection, the amended item was approved.

Mr. Kling stated Item 48 was consideration of a motion to authorize the Eight Supplemental State of Louisiana Gasoline and Fuels Tax Second Lien Revenue Bond Resolution providing for the issuance of a not exceeding \$82,000,000 of the 2013 Series C Bonds for the purpose of (1) refunding the Series 2009A-4 Bonds, (2) paying the cost of terminating the associated Hedge Agreement; and (3) paying cost of issuance of the 2013 Series C Bonds. Representative Fannin moved approval, seconded by President Alario, and without objection, Item 48 was approved.

Mr. Kling provided a status update on Item 45 relative to Outstanding Fixed to Floating Rate Swaps.

Mr. Kling provided a synopsis on Item 44 relative to the Tobacco Settlement Financing Corporation post-closing report on the Series 2013A Refunding Bonds and stated that an agenda change was needed to add an amendment for cost of issuance. Additional information was provided by Thomas H. Green, Managing Director, Citigroup Global Markets, Inc. and William W. Cobbs, Chairman, Public Resources Advisory Group (PRAG). President Alario moved to amend the agenda for the stated purpose and the motion was seconded by Representative Fannin. Treasurer Kennedy asked for public comment, hearing no public comment, and by a unanimous roll call vote, Representative Fannin moved for conditional approval of the amended item contingent upon the receipt, review and approval of backup documentation for the addition of \$9,610 of travel expenses related to the Net Roadshow presentation. The motion was seconded by President Alario, and without objection, the amended item was conditionally approved.

Mr. Kling provided a synopsis on Item 43 relative the receipt of the evaluation team grading and recommendation for selection of Foley & Judell, LLP as Bond Counsel and Morgan Stanley & Co. LLC as Senior Underwriter with the appointment of Loop Capital Markets and Raymond James & Associates, Inc. as Co-Managers associated with the proposed General Obligation Refunding Bonds, Series 2013D. Mr. Kling also stated the evaluation team recommended a dual path to move forward with the traditional refunding with the selected Underwriters and provide additional authorization to the Director and Financial Advisor to explore potential term sheets for a direct loan offering and move forward with either the traditional refunding or direct loan. Additional information was provided via conference call by Renee Boicourt, Financial Advisor, Lamont Financial Services. President Alario moved approval of the selected professionals and dual path financing, seconded by Representative Fannin, and without objection Item 43 was approved.

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

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