



MINUTES
STATE BOND COMMISSION
MEETING OF FEBRUARY 11, 2014
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 (arrived after approval of minutes)
Mr. Joe Salter
(replaced Secretary Schedler before discussion on Item 7)
Mr. Rick McGimsey, representing Attorney General James Caldwell
President John Alario
(arrived during discussion of Item 5; absent during adoption of award resolution for
Item 4; absent during roll call vote for Item 7)
Senator Ed Murray, representing Senator Jack Donahue
Senator Neil Riser
Senator John Smith
Speaker Charles Kleckley
(arrived after approval of minutes; absent during adoption of award resolution for
Item 4; absent during roll call vote for Item 7)
Representative Johnny Berthelot, representing Representative James Fannin
Representative Joel Robideaux (arrived after approval of minutes)
Representative Walt Leger
Commissioner Kristy Nichols (arrived after approval of minutes)
Treasurer John Kennedy

MEMBERS ABSENT:

None

Representative Berthelot moved approval of the minutes of the January 16, 2014 meeting, seconded by Senator Murray, and without objection, the minutes were approved.

Ms. Folsie provided a synopsis of the competitive bid sale process to be utilized for the State of Louisiana General Obligation Bonds, Series 2014-A and 2014-B. Additional information was provided by Renee Boicourt, Financial Advisor, Lamont Financial Services.

Ms. Folsie stated Item 5 was consideration of a motion for the adoption of the Second Supplemental State of Louisiana State Highway Improvement Revenue Bond Resolution in connection with the not exceeding \$225,000,000 State Highway Improvement Revenue Bonds, Series 2014A, not exceeding 6%, maturing not later than 30 years, (1) funding projects set forth in R.S. 48:196(C), (2) funding a deposit to a debt service reserve fund, if required by the purchaser; and (3) paying costs of issuance of the Series 2014A Bonds; authorizing the Director of the State Bond Commission to determine the final principal amount, rates and maturities and authorizing a Bond Purchase Agreement. Representative Berthelot moved approval, seconded by President Alario, and without objection, Item 5 was approved.

Mr. McGimsey made a motion for the Commission to go into an Executive Session to discuss the United States of America versus New Orleans City, et al (USDC-EDLA No. 12-0211). The motion was seconded by Senator Murray and the State Bond Commission convened into an Executive Session. Upon conclusion of the Executive Session, the meeting reconvened with Ms. Anderson calling the roll.

The close of the bid period was announced for the General Obligation Bonds, Series 2014-A. Mr. Jonathon Biango, Lamont Financial Services, confirmed the bid results for the \$347,165,000 General Obligation Bonds, Series 2014-A, for which J.P. Morgan Securities LLC was the winning bidder, with the lowest TIC of 3.581818. Speaker Kleckley moved approval to accept and award the bid, as well as adopt the award resolution. The motion was seconded by President Alario, and without objection, the motion was approved.

Treasurer Kennedy discussed a proposed settlement agreement relative to Item 6. Additional information was provided by Patricia Wilton, Assistant Attorney General & Appeals Counsel, Office of the Attorney General.

The close of the bid period was announced for the General Obligation Bonds, Series 2014-B.

Further discussion continued on a proposed settlement agreement relative to Item 6. Additional information was provided by Patricia Wilton, Assistant Attorney General & Appeals Counsel, Office of the Attorney General.

Mr. Jonathon Biango, Lamont Financial Services, confirmed the bid results for the \$149,275,000 General Obligation Bonds, Series 2014-B, for which Wells Fargo Bank, National Association was the winning bidder, with the lowest TIC of 1.486999. Representative Berthelot moved approval to accept and award the bid, as well as adopt the award resolution. The motion was seconded by Senator Murray, and without objection, the motion was approved.

Further discussion continued on a proposed settlement agreement relative to Item 6. Additional information was provided by Patricia Wilton, Assistant Attorney General & Appeals Counsel, Office of the Attorney General.

Ms. Folsie provided a synopsis on Item 7, Louisiana Housing Corporation (GCHP-Esplanade Project). Additional information was provided by Kathy Laborde, President, GCHP-Esplanade, LLCC; Susan Meyers, Attorney, Advocacy Center; Laura T. White, Vice President, Latter & Blum Property Management; Reverend Willie Gable Jr., Executive Director, Dr. Murphy D. McCaleb Educational Fund Inc.; Thomas Millner, Attorney, Esplanade Ridge Treme Civic Association; Michele Braden, Past President, Esplanade Ridge Treme Civic Association; and Bill Edwards, Vice President, Esplanade Ridge Treme Civic Association.

Senator Murray moved to defer Item 7, Louisiana Housing Corporation, (GCHP-Esplanade Project) until a future SBC meeting and to defer consideration of the proposed settlement agreement relative to Item 6. Mr. McGimsey offered a substitute motion to approve Item 7 and to defer consideration of the proposed settlement agreement relative to Item 6. Commissioner Nichols seconded the substitute motion. There was an objection to the motion by Senator Murray, and on a roll call vote of seven to four, the motion 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.)