



MINUTES
STATE BOND COMMISSION
MEETING OF JUNE 17, 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
Mr. Rowdy Gaudet, representing Lt. Governor Scott Angelle
Mr. Tom Schedler, representing 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 13-15)
Senator Lydia Jackson (arrived during discussion of Item 31)
Speaker Jim Tucker
Representative James Fannin
Representative Hunter Greene (arrived during discussion of Item 36)
Representative Jeff Arnold
Commissioner Angèle Davis
Treasurer John Kennedy

MEMBERS ABSENT:

Senator Robert Marionneaux

Speaker Tucker moved approval of the minutes of the May 20, 2010 meeting, seconded by Senator Alario, and without objection, the minutes were approved.

Mr. Kling provided a synopsis on Items 3 through 10, Local Governmental Units - Elections (October 2, 2010). Speaker Tucker moved approval, seconded by Senator Alario, and without objection, Items 3 through 10, were approved.

Mr. Kling advised Items 11 and 12 would be considered in a different order than reflected on the agenda.

Mr. Kling provided a synopsis on Items 13 through 15, Local Political Subdivisions - Loans. Representative Fannin moved approval, seconded by Senator Alario, and without objection, Items 13 through 15 were approved.

Mr. Kling provided a synopsis on Item 11, Avoyelles Parish Law Enforcement District. Speaker Tucker moved for conditional approval contingent upon the Avoyelles Parish Law Enforcement District budget for fiscal year ending June 30, 2011, being adopted in substantially the same form and amount as the submitted draft. The motion was seconded by Senator Alario, and without objection, Item 11 was conditionally approved.

Mr. Kling provided a synopsis on Item 12, Iberia Parish Law Enforcement District. Speaker Tucker moved for approval, seconded by Senator Alario, and without objection, Item 12 was approved.

Mr. Kling provided a synopsis on Item 16, Washington Parish Law Enforcement District. Speaker Tucker moved for conditional approval contingent upon the Washington Parish Law Enforcement District budget for fiscal year ending June 30, 2011, being adopted substantially the same as submitted draft. The motion was seconded by Senator Alario, and without objection, Item 16 was conditionally approved.

Mr. Kling provided a synopsis on Item 17, Richland Parish, Town of Delhi. Speaker Tucker moved approval, seconded by Senator Alario, and without objection, Item 17 was approved.

Mr. Kling provided a synopsis on Item 18, Washington Parish, Bogue Lusa Waterworks District. Speaker Tucker moved approval, seconded by Senator Alario, and without objection, Item 18 was approved.

Mr. Kling provided a synopsis on Item 19, Lincoln Parish, City of Grambling (DEQ ARRA Capitalization Grant/Loan Program). Speaker Tucker moved approval, seconded by Senator Alario, and without objection, Item 19 was approved.

Mr. Kling provided a synopsis on Item 20, East Baton Rouge Parish School Board. Representative Fannin moved for approval, seconded by Senator Alario, and without objection, Item 20 was approved.

Mr. Kling advised Item 21 would be considered in a different order than reflected on the agenda.

Mr. Kling provided a synopsis on Item 22, Calcasieu Parish School Board, School District No. 30. Representative Fannin moved approval, seconded by Senator Alario, and without objection, Item 22 was approved.

Mr. Kling provided a synopsis on Item 23, Cameron Parish, West Cameron Port, Harbor and Terminal District. Representative Fannin moved approval, seconded by Senator Alario, and without objection, Item 23 was approved.

Mr. Kling advised that Item 24 had been withdrawn prior to the meeting.

Mr. Kling provided a synopsis on Item 25, Iberville Parish, Waterworks District No. 3. Speaker Tucker moved approval, seconded by Senator Alario, and without objection, Item 25 was approved.

Mr. Kling provided a synopsis on Item 26, Lafourche Parish Communications District. Speaker Tucker moved for conditional approval contingent upon the Lafourche Parish Communications District amending the budget for fiscal year ending December 31, 2010, for the purpose of indicating the correct operating income. The motion was seconded by Senator Alario, and without objection, Item 26 was conditionally approved.

Mr. Kling provided a synopsis on Item 27, St. Mary Parish, Town of Baldwin. Speaker Tucker moved approval, seconded by Senator Alario, and without objection, Item 27 was approved.

Mr. Kling provided a synopsis on Item 28, St. Mary Parish Council. Speaker Tucker moved for approval seconded by Senator Alario and without objection, Item 28 was approved.

Mr. Kling provided a synopsis on Item 29, Tangipahoa Parish, Town of Amite City. Speaker Tucker moved approval, seconded by Senator Alario and without objection, Item 29 was approved.

Mr. Kling provided a synopsis on Item 30, Union Parish, Town of Marion. Speaker Tucker moved approval, seconded by Senator Alario and without objection, Item 30 was approved.

Mr. Kling provided a synopsis on Item 31, Vermilion Parish Police Jury, Hospital Service District No. 2. Speaker Tucker moved approval, seconded by Senator Alario and without objection, Item 31 was approved.

Mr. Kling provided a synopsis on Item 32, Louisiana Real Estate Commission. Additional information was provided by Meredith Hathorn, Bond Counsel, Foley & Judell and J.C. Willie, Director, Louisiana Real Estate Commission. Mr. Schedler moved for conditional approval contingent upon Governor's approval of HB 435 of the Regular Session of the 2010 Legislative Session, or implementation of the revenue generating actions enumerated by LREC. The motion was seconded by Senator Alario, and without objection, Item 32 was conditionally approved.

Mr. Kling provided a synopsis on Item 33, Louisiana Community Development Authority (St. Bernard Port, Harbor and Terminal District Project). Representative Arnold moved approval, seconded by Senator Alario and without objection, Item 33 was approved.

Mr. Kling advised Items 34 and 35 would be considered in a different order than reflected on the agenda.

Mr. Kling provided a synopsis on Item 36, Louisiana Community Development Authority (Caddo-Bossier Parishes Port Commission Project). Senator Jackson moved for conditional approval contingent upon verification of the amended certified resolution adopted by the Port Commission authorizing the security of the debt. The motion was seconded by Speaker Tucker, and without objection, Item 36 was conditionally approved.

Mr. Kling provided a synopsis on Item 37, Louisiana Citizens Property Insurance Corporation. Additional information was provided by Steve Cottrell, CFO, Louisiana Citizens Property Insurance. Speaker Tucker moved for conditional approval contingent upon ratification of the recommendations of the Investment Committee of the Corporation to make application to the SBC for approval and receipt of a certified copy of the resolution of the Louisiana Citizens Property Insurance Corporation authorizing acceptance of the Line of Credit Facility and related terms. The motion was seconded by Senator Alario, and without objection, Item 37 was conditionally approved.

Mr. Kling provided a synopsis on Item 38, Industrial Development Board of the Parish of East Baton Rouge, Louisiana, Inc. (Exxon Capital Ventures). Speaker Tucker moved approval, seconded by Senator Alario, and without objection, Item 38 was approved.

Mr. Kling provided a synopsis on Item 39, Louisiana Public Trust Authority (International-Matex Tank Terminals Project). Additional information was provided by Jason El Koubi, Director, Louisiana Economic Development; Richard Courtney, Chief Operating Officer, International-Matex Tank Terminals Project; and Stephen Moret, Secretary, Louisiana Economic Development. After discussion, Speaker Tucker moved approval for \$185,000,000 bond issuance with a GO Zone allocation of \$85,000,000. The motion was seconded by Senator Alario, and without objection, Item 39 was approved.

Mr. Kling provided a synopsis on Item 40, Calcasieu Parish Public Trust Authority (Sugar Bowl 2004, L.L.C.) Speaker Tucker moved for conditional approval contingent upon adoption and subsequent verification of a resolution by the Calcasieu Parish Policy Jury granting the Recovery Zone Facility bond allocation. The motion was seconded by Senator Alario, and without objection, Item 40 was conditionally approved.

Mr. Kling provided a synopsis on Item 41, Bossier & Caddo Parishes, City of Shreveport. Representative Fannin moved approval, seconded by Senator Alario, and without objection, Item 41 was approved.

Mr. Kling provided a synopsis on Item 42, Louisiana Community Development Authority (Northwestern State University Student Housing Project). Additional information was provided by Toby R. Cortez, Sisung Securities Corporation, and Fred Chevalier, Bond Counsel, Jones Walker. Speaker Tucker moved approval, seconded by Senator Alario, and without objection, Item 42 was approved.

Mr. Kling provided a synopsis on Item 43, Louisiana Community Development Authority (Northwestern State University Student Housing Project). Additional information was provided by Fred Chevalier, Bond Counsel, Jones Walker. Speaker Tucker moved approval, seconded by Senator Alario, and without objection, Item 43 was approved.

Mr. Kling provided a synopsis on Item 44, Louisiana Community Development Authority (Caddo-Bossier Port Commission Project). Additional information was provided by Donnie Cunningham, Bond Counsel, Crawford Lewis, PLLC. Speaker Tucker moved approval, seconded by Senator Alario, and without objection, Item 44 was approved.

Mr. Kling provided a synopsis on Item 45, Louisiana Community Development Authority (Kenner Theaters, LLC Project). Speaker Tucker moved approval, seconded by Senator Alario, and without objection, Item 45 was approved.

Mr. Kling provided a synopsis on Item 46, Louisiana Community Development Authority (Caddo-Bossier Parishes Port Commission Project). Speaker Tucker moved approval, seconded by Senator Alario, and without objection, Item 46 was approved.

Mr. Kling provided a synopsis on Item 21, Caddo Parish Waterworks District No. 7. After further discussion, action on Item 21 was deferred.

Mr. Kling provided a synopsis on Items 34 and 35, Louisiana Community Development Authority (Louisiana Utilities Restoration Corporation - Entergy Gulf States Louisiana LLC Project) and (Louisiana Utilities Restoration Corporation - Entergy Louisiana LLC Project). Additional information was provided by Commissioner Eric Skrmetta, Louisiana Public Service Commission; Paul L. Zimmering, Special Counsel, Stone Pigman Walther Wittmann, LLC; Terry Friddle, Financial Advisor, Pathfinders Capital Advisors, LLC.; Donnie Cunningham, Special Counsel, Crawford Lewis, PLLC; Fred Chevalier, Special Counsel, Jones Walker; and Mark Kieehammel, VP Regulatory Affairs, Entergy Gulf States, LLC & Entergy Louisiana, LLC; Representative Arnold moved approval, seconded by Mr. Schedler, and without objection, Items 34 and 35 were approved.

Mr. Kling provided a brief synopsis on Item 47 relative to Winn Parish Law Enforcement District. Sheriff A.D. "Bodie" Little, Winn Parish, presented a plan of operations regarding the Districts future funding alternatives and justification to support the requested \$750,000 Certificates of Indebtedness.

Mr. Kling advised that Item 48 was being withdrawn at the meeting.

Mr. Kling provided a brief synopsis on Item 49 relative to receipt of Evaluation Team Grading and Recommendations for selection of underwriters and bond counsel associated with the proposed not to exceed \$500,000,000 State of Louisiana Gasoline and Fuels Tax Second Lien Revenue Bond Series 2010. Speaker Tucker moved approval to accept recommendations for underwriters and bond counsel. The motion was seconded by Representative Greene, and without objection, the selected underwriters and bond counsel were approved.

Mr. Kling provided information on Interfund borrowing relative to Fiscal Year 2009-10 cash flow. Additional information was provided by Ron Henson, First Assistant State Treasurer, and Gary Hall, Fiscal Officer, Department of Treasury.

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

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