



MINUTES
STATE BOND COMMISSION
July 20, 2017
10:00 AM - Senate Committee Room A
State Capitol Building

1. Call to Order and Roll Call

The items listed on the Agenda are incorporated and considered to be a part of the minutes herein.

Treasurer Henson called the meeting to order. Then Ms. Guthrie called the roll.

MEMBERS PRESENT:

Mr. Matthew Block, representing the Governor

Mr. Robert Barham, representing the Lieutenant Governor

Secretary of State Tom Schedler

Mr. John Morris, representing the Attorney General (Ms. Liz Murrill replaced Mr. Morris during item 5 only)

Senator John Alario, President of the Senate

Senator Eric LaFleur, Chair, Senate Finance Committee

Senator Rick Ward, representing the Senator at large

Representative Phillip DeVillier, representing the Speaker of the House

Representative Rick Edmonds, representing the Chair, House Appropriations Committee

Representative Chris Broadwater, representing the Chair, House Ways and Means Committee

Representative Jim Morris, Representative at large

Mr. Jay Dardenne, Commissioner of Administration

Honorable Ron J. Henson, State Treasurer

MEMBERS ABSENT:

Senator Jean-Paul Morrell, Chair, Senate Revenue and Fiscal Affairs Committee

Treasurer Henson requested a moment of silence for Mr. J. Kenneth Leithman.

Treasurer Henson asked everyone to continue to keep Congressman Steve Scalise in prayer.

2. Approval of the minutes of the June 15, 2017 meeting.

Senator John Alario, President of the Senate moved approval, seconded by Representative Rick Edmonds, representing the Chair, House Appropriations Committee and without objection, the minutes were approved.

Ms. Folsie provided a brief overview of NovusAgenda. An electronic meeting automation software that provides a paperless meeting management solution.

Local Governmental Units - Elections (November 18, 2017)

Ms. Folsie provided a synopsis on Items 3 through 6, excluding Item 5.

3. L17-212 - Calcasieu Parish, Fire Protection District No. 1, Ward 6

(1) Not exceeding \$3,800,000 General Obligation Bonds, not exceeding 5%, not exceeding 20 years, (a) acquiring, constructing, improving, maintaining or operating fire protection facilities, machinery and equipment and (b) purchasing fire trucks and other firefighting equipment; (2) 3.0 mills tax, 10 years, 2018-2027, (a) maintaining and operating fire protection facilities, machinery and equipment and (b) purchasing fire trucks and other firefighting equipment.

Senator John Alario, President of the Senate moved approval, seconded by Representative Rick Edmonds, representing the Chair, House Appropriations Committee and without objection, the item was approved.

4. L17-226 - Jackson Parish, Fire Protection District, Ward 3

10.0 mills tax, 10 years, 2019-2028, building, maintaining, operating and equipping the Volunteer Fire Department and related buildings for fire protection.

Senator John Alario, President of the Senate moved approval, seconded by Representative Rick Edmonds, representing the Chair, House Appropriations Committee and without objection, the item was approved.

5. L17-236 - Ouachita Parish, Southside Economic Development District of the City of Monroe

2% Hotel Occupancy Tax, 30 years, beginning January 1, 2018, (1) construction, acquisition, upgrades to capital improvement projects and (2) any and all authorized purposes.

Ms. Folsie provided a synopsis. Additional information was provided by Adam Parker, Bond Counsel, Butler Snow, LLP and Jamie Mayo, Mayor, City of Monroe. After further discussion, Senator John Alario, President of the Senate moved approval, seconded by Representative Chris Broadwater, representing the Chair, House Ways and Means and without objection, the item was approved.

6. L17-218 - Livingston Parish, Gravity Drainage District No. 6

(1) 5.0 mills tax, 10 years, 2018-2027, (a) constructing, operating and maintaining gravity drainage works or (b) any lawful purpose, including but not limited to funding into bonds; (2) 1/2% sales tax, 10 years, beginning January 1, 2018, (a) constructing, operating and maintaining gravity drainage works or (b) any lawful purpose, including but not limited to funding into bonds.

Senator John Alario, President of the Senate moved approval, seconded by Representative Rick Edmonds, representing the Chair, House Appropriations Committee and without objection, the item was approved.

Local Political Subdivisions - Loans

Ms. Folsie provided a synopsis on Items 8 through 12.

7. L17-197A - Concordia Parish, Hospital Service District No. 1

Not exceeding \$2,500,000 Certificates of Indebtedness, Series 2017, not exceeding 3.35%, not exceeding 10 years, (1) paying various architectural and other professional fees pertaining to the construction of a new hospital and (2) purchasing land.

Ms. Folsie provided a synopsis. Additional information was provided by Jim Graves, Board Chairman, Riverland Medical Center; Dr. Kevin Ingram, Chief of Staff, Riverland Medical Center; Sam Ellard, Chief Operating Officer, Riverland Medical Center; Charles Castille, Executive Director, Rural Hospital Coalition; Gene T. Allen, Citizens Against Relocation of Riverland and Barry L. Maxwell, Chairman, Citizens Against Relocation of Riverland. After further discussion, Representative Chris Broadwater, representing the Chair, House Ways and Means moved approval, seconded by Senator John Alario, President of the Senate and without objection, the item was approved.

8. L17-232 - East Baton Rouge Parish Law Enforcement District

Not exceeding \$20,000,000 Revenue Anticipation Notes, Series 2017, not exceeding 6%, mature no later than March 1, 2018, current operations.

Senator John Alario, President of the Senate moved approval, seconded by Representative Phillip DeVillier, representing the Speaker of the House and without objection, the item was approved.

9. L17-231 - Iberia Parish, Iberia Economic Development Authority

Not exceeding \$50,000 Taxable Revenue Anticipation Notes, not exceeding 4.95%, mature no later than July 22 2018, current expenses.

Senator John Alario, President of the Senate moved approval, seconded by Representative Phillip DeVillier, representing the Speaker of the House and without objection, the item was approved.

10. L17-225 - Morehouse Parish Assessment District

Not exceeding \$200,000 Promissory Note, not exceeding 4.25%, mature no later than February 1, 2018, office salaries and related operating expenses.

Senator John Alario, President of the Senate moved approval, seconded by Representative Phillip DeVillier, representing the Speaker of the House and without objection, the item was approved.

11. L17-237 - St. John the Baptist Parish Law Enforcement District

Not exceeding \$4,300,000 Certificates of Indebtedness, not exceeding 6%, mature no later than June 30, 2018, current expenses.

Senator John Alario, President of the Senate moved approval, seconded by Representative Phillip DeVillier, representing the Speaker of the House and without objection, the item was approved.

12. L17-241 - Morehouse Parish, City of Bastrop

Not exceeding \$1,500,000 Revenue Anticipation Notes, Series 2017, not exceeding 6%, mature no later than March 1, 2018, current expenses.

Senator John Alario, President of the Senate moved approval, seconded by Representative Phillip DeVillier, representing the Speaker of the House and without objection, the item was approved.

Local Political Subdivisions - Bonds - Final Approval

Ms. Folsie provided a synopsis on Items 17 through 19, 22 and 25.

13. L17-230 - Allen Parish, Town of Kinder

Not exceeding \$1,315,000 Sales Tax Bonds, not exceeding 3%, not exceeding 4 years, constructing and improving streets.

Ms. Folsie provided a synopsis. Senator John Alario, President of the Senate moved approval, seconded by Representative Rick Edmonds, representing the Chair, House Appropriations Committee and without objection, the item was approved.

14. L17-243 - Ascension Parish Council

Not exceeding \$25,000,000 Revenue Bonds, not exceeding 6%, not exceeding 20 years, (1) constructing, maintaining and improving roads within Sales Tax District No. 2 and (2) funding a debt service reserve fund.

Ms. Folsie provided a synopsis. Senator John Alario, President of the Senate moved approval, seconded by Representative Rick Edmonds, representing the Chair, House Appropriations Committee and without objection, the item was approved.

15. L17-222 - Bossier Parish, City of Bossier City (DEQ Project)

Not exceeding \$13,000,000 Taxable Utilities Revenue Bonds, Series 2017, in multiple series, taxable or tax-exempt, not exceeding 4%, not exceeding 22 years, constructing, acquiring, extending or improving any work of public improvement, including but not limited to sewer portion of its Utilities Systems, including such treatment facilities as may be required, with all necessary equipment and installations.

Ms. Folsie provided a synopsis. Senator John Alario, President of the Senate moved approval, seconded by Representative Jim Morris, Representative at large and without objection, the item was approved.

16. L17-228 - Catahoula Parish, Town of Jonesville

Not exceeding \$1,900,000 Sales Tax Bonds, not exceeding 4%, not exceeding 8 years, hardsurfacing, rehabilitation and resurfacing of streets.

Ms. Folsie provided a synopsis. Senator John Alario, President of the Senate moved approval, seconded by Representative Rick Edmonds, representing the Chair, House Appropriations Committee and without objection, the item was approved.

17. L17-234 - DeSoto Parish Police Jury (International Paper Company Project)

Not exceeding \$5,000,000 Revenue Refunding Bonds, in one or more series, not exceeding 15% fixed or variable, not exceeding 25 years, refunding Environmental Improvement Revenue Bonds, Series 2007A.

Senator John Alario, President of the Senate moved approval, seconded by Representative Chris Broadwater, representing the Chair, House Ways and Means and without objection, the item was approved.

18. L17-238 - East Baton Rouge Parish, Central Community School Board, Central Community School System

Not exceeding \$8,500,000 General Obligation School Refunding Bonds, not exceeding 5%, mature no later than March 1, 2029, refunding all or any portion of General Obligation School Bonds, Series 2009A.

Senator John Alario, President of the Senate moved approval, seconded by Representative Chris Broadwater, representing the Chair, House Ways and Means and without objection, the item was approved.

19. L17-239 - East Baton Rouge Parish, Central Community School Board, Central Community School System

Not exceeding \$4,500,000 Sales Tax Refunding Bonds, not exceeding 5%, mature no later than January 1, 2029, refunding all or a portion of Sales Tax Bonds, Series 2009.

Senator John Alario, President of the Senate moved approval, seconded by Representative Chris Broadwater, representing the Chair, House Ways and Means and without objection, the item was approved.

20. L17-229 - Jackson Parish, Town of Chatham

Not exceeding \$150,000 Utilities Revenue Bonds, not exceeding 3.59%, not exceeding 10 years, constructing and acquiring improvements and replacements to the sewerage component of the combined waterworks, sewerage and natural gas systems, including appurtenant equipment and fixtures.

Ms. Folsie provided a synopsis. Senator John Alario, President of the Senate moved approval, seconded by Representative Rick Edmonds, representing the Chair, House Appropriations Committee and without objection, the item was approved.

21. L17-233 - Jefferson & St. Tammany Parishes, Greater New Orleans Expressway Commission

Not exceeding \$133,000,000 Toll Revenue Bonds, in one or more series, taxable or tax-exempt, not exceeding 6% fixed rate or 10% variable rate, not exceeding 40 years, (1) constructing, acquiring and improving bridge rails and safety shoulders, (2) funding a debt service reserve fund and (3) funding capitalized interest, if required.

Ms. Folsie provided a synopsis. Senator John Alario, President of the Senate moved approval, seconded by Representative Rick Edmonds, representing the Chair, House Appropriations Committee and without objection, the item was approved.

22. L17-242 Lafayette Parish, City of Youngsville, Youngsville Sales Tax District No. 1

Not exceeding \$8,500,000 Recreational Facilities Sales Tax Revenue Refunding Bonds, not exceeding 5%, mature no later than December 1, 2032, refunding all or a portion of the Recreational Facilities Sales Tax Revenue Bonds, Series 2012.

Senator John Alario, President of the Senate moved approval, seconded by Representative Chris Broadwater, representing the Chair, House Ways and Means and without objection, the item was approved.

23. L17-224 - Natchitoches Parish, Fire Protection District No. 4

Not exceeding \$200,000 Limited Tax Bonds, Series 2017, not exceeding 5% (variable), mature no later than March 1, 2042, acquiring, constructing and improving fire protection facilities and equipment.

Ms. Folsie provided a synopsis. Senator Eric LaFleur, Chair, Senate Finance Committee moved approval, seconded by Representative Jim Morris, Representative at large and without objection, the item was approved.

24. L17-245 - St. Charles Parish Council

Not exceeding \$15,000,000 Limited Tax Bonds, not exceeding 6%, not exceeding 20 years, constructing, acquiring, extending and/or improving levees, facilities and structures associated with outer flood protection systems.

Ms. Folsie provided a synopsis. Senator John Alario, President of the Senate moved approval, seconded by Representative Rick Edmonds, representing the Chair, House Appropriations Committee and without objection, the item was approved.

25. L17-240 - St. Tammany Parish School Board, Parishwide School District No. 12

Not exceeding \$12,000,000 General Obligation School Refunding Bonds, not exceeding 5%, mature no later than March 1, 2030, refunding all or a portion of General Obligation School Bonds, Series 2011.

Senator John Alario, President of the Senate moved approval, seconded by Representative Chris Broadwater, representing the Chair, House Ways and Means and without objection, the item was approved.

26. L17-227 - Tensas Parish, Lake Bruin Waterworks District No. 1 (LDH Program)

Not exceeding \$1,200,000 Taxable Water Revenue Bonds, or other evidences of indebtedness, in one or more series, not exceeding 2.45%, not exceeding 22 years, constructing and acquiring improvements, extensions and replacements to the drinking water system, including equipment and fixtures.

Ms. Folsie provided a synopsis. Senator John Alario, President of the Senate moved approval, seconded by Representative Rick Edmonds, representing the Chair, House Appropriations Committee and without objection, the item was approved.

27. L17-235 - Vermilion Parish, Hospital Service District No. 2

Not exceeding \$1,700,000 Sales Tax Bonds, not exceeding 5.5%, not exceeding 20 years, (1) constructing repairs and improvements to Abbeville General Hospital, including mechanical improvements and (2) funding a reserve.

Ms. Folsie provided a synopsis. Senator Eric LaFleur, Chair, Senate Finance Committee moved approval, seconded by Representative Rick Edmonds, representing the Chair, House Appropriations Committee and without objection, the item was approved.

State Agencies, Boards and Commissions

28. S17-027 - Louisiana Offshore Terminal Authority (LOOP LLC Project)

Not exceeding \$24,710,000 Deepwater Port Refunding Revenue Bonds, Series 2017A, not exceeding 10%, fixed or variable, not exceeding 30 years, refunding Louisiana Offshore Terminal Authority Deepwater Port Refunding Revenue Bonds, First Stage Series 1997A.

Ms. Folsie provided a synopsis. Senator John Alario, President of the Senate moved approval, seconded by Representative Chris Broadwater, representing the Chair, House Ways and Means and without objection, the item was approved.

29. S17-028 - Louisiana Housing Corporation (Capdau Home for the Aged Project)

Not exceeding \$13,000,000 Multifamily Housing Revenue Bonds (Volume Cap), in one or more series, not exceeding 12%, not exceeding 40 years, acquisition, construction, rehabilitation and equipping of an 80 unit multifamily housing facility in New Orleans.

Ms. Folsie provided a synopsis. Senator John Alario, President of the Senate moved approval, seconded by Representative Rick Edmonds, representing the Chair, House Appropriations Committee and without objection, the item was approved.

Public Trust - Preliminary Approval And Or Notice of Sale

30. S17-026 - Louisiana Public Finance Authority (Provident Group-Flagship Properties, LLC - Louisiana State University Greenhouse District (Phase II) Project)

Notice of intention to issue **(1)** not exceeding \$100,000,000 Lease Revenue Bonds, Series 2017A, not exceeding 6%, not exceeding 40 years and **(2)** not exceeding \$1,000,000 Lease Revenue Bonds, Series 2017B, taxable, not exceeding 8%, not exceeding 40 years, **(a)** design, acquisition, renovation, development, construction, furnishing and equipping of **(i)** student housing facilities consisting of the construction of a new Cedar Hall and the renovation of Evangeline Hall and the abatement and renovation of Highland Hall, together with all building, improvements, fixtures, furnishings, equipment and associated site infrastructure and amenities and **(ii)** new greenhouse facilities including related facilities and associated site infrastructure and amenities, **(b)** demolition of Kirby Smith Hall and existing greenhouse facilities, **(c)** a reserve fund, and **(d)** capitalized interest.

Ms. Folsie provided a synopsis. Additional information was provided from the audience by Tracy Morganti, Attorney, Breazeale Sachse & Wilson, LLP. After further discussion, Senator John Alario, President of the Senate moved approval, seconded by Representative Rick Edmonds, representing the Chair, House Appropriations Committee and without objection, the item was approved.

Ratifications and or Amendments to Prior Approvals

Treasurer Henson advised that Senator LaFleur requested to be recused from Items 32 and 33. Ms. Folsie provided a synopsis on Items 31 through 35.

31. L08-221H - Tangipahoa Parish Council, Hospital Service District No. 1 (North Oaks Medical Center Project)

Amendment of prior approvals granted on June 19, 2008, September 18, 2008, September 17, 2009, November 18, 2010, February 17, 2011, October 20, 2011, December 15, 2011 and April 16, 2015 to reflect change in cost of issuance and professionals.

Senator John Alario, President of the Senate moved approval, seconded by Representative Rick Edmonds, representing the Chair, House Appropriations Committee and without objection, the item was approved.

32. L16-471B - Lincoln Parish, City of Ruston (Economic Development Projects)

Amendment of prior approvals granted on January 19, 2017 and April 20, 2017 to reflect change in cost of issuance and professionals.

Senator John Alario, President of the Senate moved approval, seconded by Representative Rick Edmonds, representing the Chair, House Appropriations Committee and without objection, the item was approved.

33. L16-485A - Acadia & Evangeline Parishes, Town of Basile

Amendment of a prior approval granted on December 15, 2016 to reflect change in structure and associated cost of issuance and professionals.

Senator John Alario, President of the Senate moved approval, seconded by Representative Rick Edmonds, representing the Chair, House Appropriations Committee and without objection, the item was approved.

34. L17-001A - Jefferson Davis Parish, Town of Welsh (LDH Program)

Amendment of a prior approval granted on January 19, 2017 to reflect change in cost of issuance and professionals.

Senator John Alario, President of the Senate moved approval, seconded by Representative Rick Edmonds, representing the Chair, House Appropriations Committee and without objection, the item was approved.

35. S16-047A - Louisiana Community Development Authority (The Cove at NOLA Project)

Amendment of a prior approval granted on February 16, 2017 to reflect change in cost of issuance and professionals.

Senator John Alario, President of the Senate moved approval, seconded by Representative Rick Edmonds, representing the Chair, House Appropriations Committee and without objection, the item was approved.

Lines of Credit

36. Priority 1 - Cash

Resolution setting forth the official intent by the State Bond Commission to reimburse Lines of Credit expenditures with proceeds of General Obligation Bonds for requests submitted by the Office of the Commissioner, Division of Administration, Office of the Governor, for the granting of lines of credit and authorization to issue General Obligation Bonds in the amount of \$916,077,055 for projects contained in Priority 1 of the current Capital Outlay Act (Act 4 of the 2017 Second Extraordinary Legislative Session) and listed in the attached exhibit.

Ms. Folsie provided a synopsis on Item 36, Lines of Credit - Priority 1. Additional information was provided by Mark Moses, Director, Office of Facility Planning and Control. After further discussion, Senator John Alario, President of the Senate moved approval, seconded by Representative Phillip DeVillier, representing the Speaker of the House and without objection, the item was approved.

37. Priority 5 - Non-Cash

Request submitted by the Office of the Commissioner, Division of Administration, Office of the Governor, for the granting of lines of credit for which no cash expenditures will be made this fiscal year in the amount of \$865,209,050 for projects contained in Priority 5 of the current Capital Outlay Act (Act 4 of the 2017 Extraordinary Legislative Session) and listed in the attached exhibit.

Ms. Folsie provided a synopsis on Item 37, Non-Cash Lines of Credit - Priority 5. Additional information was provided by Mark Moses, Director, Office of Facility Planning and Control. After further discussion, Senator John Alario, President of the Senate moved approval, seconded by Representative Phillip DeVillier, representing the Speaker of the House and without objection, the item was approved.

State of Louisiana

38. S17-030 - State of Louisiana (General Obligation Bonds)

Consideration of a resolution creating and establishing an issue of not exceeding \$340,865,000 General Obligation Bonds, funding lines of credit related to capital outlay projects as listed in the attached exhibit; authorizing the issuance and sale; and providing for other matters.

Ms. Folsie provided a synopsis on Item 38. Additional information was provided by Renee Boicourt, Financial Advisor, Lamont Financial Services. After further discussion, Senator John Alario, President of the Senate moved approval, seconded by Representative Phillip DeVillier, representing the Speaker of the House and without objection, the item was approved.

39. S17-031 - State of Louisiana (Revenue Anticipation Notes)

Consideration of a preliminary resolution for not exceeding \$500,000,000 Revenue Anticipation Notes, to provide funding to avoid temporary cash flow shortfalls and to provide a working balance in the State General Fund to enable the State to pay expenses in a timely manner from currently budgeted and appropriated revenues of the State General Fund for Fiscal Year 2017-2018; providing for the publication of the Notice of Intent; and providing for other matters.

Ms. Folsie provided a synopsis on Item 39. Senator John Alario, President of the Senate moved approval, seconded by Representative Phillip DeVillier, representing the Speaker of the House and without objection, the item was approved.

Treasurer Henson introduced Mr. Stephen Watson, the new Executive Vice President and Chief Operating Officer of The National World War II Museum to the Commission.

Other Business

40. Bond Counsel RFQ

Consideration, discussion and authorization for State Bond Commission staff to proceed with those activities (inclusive, but not limited to Request for Qualifications (RFQ) development, issuance and evaluation) associated with the selection of General Obligation Bond Counsel Services.

Ms. Folsie provided a synopsis on Item 40. Senator John Alario, President of the Senate moved approval, seconded by Representative Phillip DeVillier, representing the Speaker of the House and without objection, the item was approved.

41. Presentation

Capital Outlay Escrow Fund and Net State Tax Supported Debt

Ms. Folsie provided a presentation on Item 41 relative to Capital Outlay Escrow Fund and Net State Tax Supported Debt. Additional information was provided by Renee Boicourt, Financial Advisor, Lamont Financial Services and Mark Moses, Director, Office of Facility Planning and Control.

42. Monthly Reports

Ms. Folsie informed the Commission that the Volume Cap and Submitted But Not Heard Report that appear in the binders each month will be included in the electronic packet going forward.

43. Adjourn

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

(A verbatim transcript in specific order items were considered is available with the Bond Commission.)
