



MINUTES
STATE BOND COMMISSION
MEETING OF DECEMBER 20, 2012
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. S. Wright called the roll.

MEMBERS PRESENT:

Mr. Paul Rainwater, representing Governor Bobby Jindal
Mr. Randy Davis, representing Lt. Governor Jay Dardenne
Secretary of State Tom Schedler (Arrived during discussion of Item 13)
Mr. Rick McGimsey, representing Attorney General James Caldwell
President John Alario
Senator Edwin Murray, representing Senator Jack Donahue
Senator Neil Riser (Arrived during discussion of Item 13)
Senator John Smith
Speaker Charles Kleckley
Representative James Fannin
Representative Major Thibaut, representing Representative Joel Robideaux
Representative Stephen Pugh, representing Representative Cameron Henry
Commissioner Kristy Nichols
Treasurer John Kennedy

MEMBERS ABSENT:

Speaker Kleckley moved approval of the minutes of the November 15, 2012 meeting, seconded by President Alario, and without objection, the minutes were approved.

Mr. Kling advised that Item 3 was being withdrawn at the meeting.

Mr. Kling provided a synopsis on Items 4 through 26, excluding Items 9 and 13, Local Governmental Units - Elections April 6, 2013. Speaker Kleckley moved approval on Items 4 through 26, excluding Items 9 and 13, with Items 7 and 8 subject to the applicant's compliance with the provisions of La. R.S. 33:4712.1 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 4 through 26, excluding Items 9 and 13 were approved.

Mr. Kling advised Item 9 would be considered later during the meeting.

Mr. Kling provided a synopsis on Item 13, Lafayette Parish, City of Lafayette. Secretary of State Schedler moved approval, seconded by President Alario, and without objection, Item 13 was approved.

Mr. Kling provided a synopsis on Item 27, Livingston Parish Law Enforcement District. Speaker Kleckley moved for approval, seconded by President Alario, and without objection, Item 27 was approved.

Mr. Kling provided a synopsis on Item 28, Natchitoches Parish, Council on Aging. Speaker Kleckley moved for approval, seconded by President Alario, and without objection, Item 28 was approved.

Mr. Kling provided a synopsis on Item 29, St. Landry Parish School Board. Additional information was provided by Joseph Cassimere, Interim/Acting Superintendent, St. Landry Parish School Board, Tressa Miller, Director of Finance St. Landry Parish School Board, and Susanne Elliott, Legislative Auditor's Office. President Alario moved approval, seconded by Speaker Kleckley, and without objection, Item 29 was approved.

Mr. Kling provided a synopsis on Item 30, St. Tammany Parish, Fire Protection District No. 4. Speaker Kleckley moved approval, seconded by President Alario, and without objection, Item 30 was approved.

Mr. Kling provided a synopsis on Item 31, Vermilion Parish, Town of Erath. Speaker Kleckley moved for approval, seconded by President Alario, and without objection, Item 31 was approved.

Mr. Kling provided a synopsis on Items 34, 37, 39, 40, 48 and 49 Local Political Subdivisions - Bonds - Final Approval. Representative Pugh moved approval on Items 34, 37, 39, 40, 48 and 49, with conditional approval on Item 49 contingent upon receipt of the property appraisal and verification by staff that the estimated value substantiates the purchase price of the property. The motion was seconded by President Alario, and without objection, Items 34, 37, 39, 40, 48 were approved, with Item 49 being conditionally approved.

Mr. Kling advised Item 44 would be considered in a different order than reflected on the agenda.

Mr. Kling provided a synopsis on Item 44, Orleans Parish, Port of New Orleans (State/CG Railway, Inc. Project). Senator Murray moved approval, seconded by Representative Pugh and without objection, Item 44 was approved.

Mr. Kling provided a synopsis on Item 32, Acadia Parish, Village of Estherwood. Representative Pugh moved approval, seconded by President Alario, and without objection, Item 32 was approved.

Mr. Kling provided a synopsis on Item 33, Caddo Parish, City of Shreveport. Representative Pugh moved approval, seconded by President Alario and without objection, Item 33 was approved.

Mr. Kling provided a synopsis on Item 35, Calcasieu Parish, Waterworks District No. 12, Ward 3. Representative Pugh moved approval, seconded by President Alario and without objection, Item 35 was approved.

Mr. Kling provided a synopsis on Item 36, Calcasieu Parish, West Calcasieu Port. Representative Pugh moved for conditional approval contingent upon receipt of the property appraisal and verification by staff that the estimated value substantiates the purchase price of the property. The motion was seconded by President Alario, and without objection, Item 36 was conditionally approved.

Mr. Kling provided a synopsis on Item 38, Claiborne Parish, Town of Homer, Homer Memorial Hospital. Representative Pugh moved approval, seconded by President Alario and without objection, Item 38 was approved.

Mr. Kling provided a synopsis on Item 41, Lafayette Parish, Waterworks District North. Representative Pugh moved approval, seconded by President Alario and without objection, Item 41 was approved.

Mr. Kling provided a synopsis on Item 42, Lafourche Parish, Town of Lockport. Representative Pugh moved approval, seconded by President Alario and without objection, Item 42 was approved.

Mr. Kling provided a synopsis on Item 43, Lincoln Parish, City of Grambling. Representative Pugh moved approval, seconded by President Alario and without objection, Item 43 was approved.

Mr. Kling provided a synopsis on Item 45, Sabine Parish, Waterworks District No. 1. Representative Pugh moved approval, seconded by President Alario, and without objection, Item 45 was approved.

Mr. Kling provided a synopsis on Item 46, St. Landry Parish, Town of Leonville. Representative Pugh moved approval, seconded by President Alario, and without objection, Item 46 was approved.

Mr. Kling provided a synopsis on Item 47, St. Tammany Parish Law Enforcement District. Representative Pugh moved approval, seconded by President Alario , and without objection, Item 47 was approved.

Mr. Kling provided a synopsis on Item 50, Iberville Parish, City of Plaquemine. Representative Pugh moved approval, seconded by President Alario, and without objection, Item 50 was approved.

Mr. Kling advised Item 51 would be considered later during the meeting.

Mr. Kling provided a synopsis on Item 52, Louisiana Stadium and Exposition District. Additional information was provided by Meredith Hathorn, Bond Counsel, Foley & Judell, LLP and Evan Holmes, Director of SMG Business Operations, SMG New Orleans/LSED. Senator Murray moved for conditional approval contingent upon (1) verification of the certified resolution adopted by the LSED authorizing the incurrence of the debt, which was adopted on December 19, 2012; (2) approval by the Joint Legislative Committee on the Budget of the Governor's written Directive and Certification pursuant to Act No. 2 of the 2008 Second Extraordinary Session with respect to the State of Louisiana's investment in the outstanding bonds and not exceeding \$60,000,000 of the refunded Taxable Subordinate Bonds by the State; (3) Subject to approval by State Bond Commission Director in the event a reallocation of costs of issuance between the Series 2013A Bonds, Series 2013B Bonds and Series 2013C Bonds as may be requested by the Issuer; provided, however, that no cost for any person or entity shall exceed the total cost approved by the State Bond Commission for such person or entity by more than 10%. The motion was seconded by Speaker Kleckley, and without objection, Item 52 was conditionally approved.

Mr. Kling provided a synopsis on Item 53, Louisiana Housing Corporation (Windsor Court Project). Speaker Kleckley moved approval, seconded by President Alario, and without objection, Item 53 was approved.

Mr. Kling provided a synopsis on Item 54, Louisiana Community Development Authority (Southwest Louisiana Convention and Visitors Bureau Project). Speaker Kleckley moved for conditional approval contingent upon receipt of the property appraisal and verification by staff that the estimated value substantiates the purchase price of the property. The motion was seconded by President Alario, and without objection, Item 54 was conditionally approved.

Mr. Kling provided a synopsis on Items 55 through 62, Ratifications And/Or Amendments To Prior Approvals. President Alario moved approval, seconded by Speaker Kleckley, and without objection, Items 55 through 62 were approved.

Mr. Kling provided a synopsis on Item 51, Orleans Parish School Board. Additional information was provided by Wayne Neveu, Bond Counsel, Foley & Judell, LLP and Annie Cambria, Director, Strategic Finance, Recovery School District. Senator Murray moved for conditional approval contingent upon verification of the certified resolution adopted by the Orleans Parish School Board authorizing the incurrence of the debt, which was adopted on November 20, 2012. The motion was seconded by Speaker Kleckley, and without objection, Item 51 was conditionally approved.

Mr. Kling advised Items 67 through 70 would be taken in a different order than reflected on the agenda.

Mr. Kling provided a synopsis on Item 67, a consideration, discussion and authorization for State Bond Commission staff to proceed with those activities associated with the selection of future General Obligation Bond Counsel and Co-Bond Counsel Services. Senator Murray moved approval, seconded by Speaker Kleckley, and without objection, Item 67 was approved.

Mr. Kling stated Item 68 was consideration and adoption of a resolution for the First Supplemental State of Louisiana State Highway Improvement Revenue Bond Resolution, Series 2013A providing for modified and/or additional terms, authorizations, approval of preliminary official statement, purchase agreement and other documents related to the proposed State Highway Improvement Fund Revenue Bond program originally approved on October 18, 2012. Representative Fannin moved approval of the resolution, seconded by Senator Murray, and without objection, the motion was approved.

Mr. Kling stated Item 69 was a consideration of a resolution agreeing to the Governor's written Directive and Certification pursuant to Act No. 2 of the 2008 Second Extraordinary Session with respect to the State of Louisiana's investment in the outstanding bonds and not exceeding \$60,000,000 of the refunded Taxable Subordinate Bonds of the Louisiana Stadium and Exposition District and providing for other matters related therein. Speaker Kleckley moved approval, seconded by Senator Murray, and without objection, Item 69 was approved.

Mr. Kling provided a synopsis on Item 70, consideration, discussion and authorization for the State Bond Commission staff to proceed with those activities (inclusive, but not limited to, Request for Proposals for professionals) associated with the refunding of the (a) outstanding State of Louisiana Gasoline and Fuels Tax Second Lien Revenue Refunding Bonds, Series 2009A-1 (inclusive of outstanding hedge agreements); (b) the outstanding State of Louisiana Gasoline and Fuels Tax Second Lien Revenue Refunding Bonds, Series 2010-A (inclusive of outstanding hedge agreements), and (c) the outstanding State of Louisiana Gasoline and Fuels Tax Second Lien Revenue Bonds (Build American Bonds), Series 2009A-4 (inclusive of outstanding hedge agreements). Speaker Kleckley moved approval, seconded by Senator Murray, and without objection, Item 70 was approved.

Mr. Kling provided a synopsis on Items 63 through 66 and Item 71 relative to Lines of Credit and Capital Outlay. Additional information was provided by John Davis, Director Facility Planning and Control.

Senator Murray moved approval on Item 63, Certificates of Impossibility or Impracticality; Item 64, Rescission of Cash Lines of Credit - Priority 1; Item 65, Cash Lines of Credit - Priority 2, less project 04 - 139 Secretary of State - Chennault Aviation and Military Museum Hanger Building and Equipment, Planning and Construction in the amount of \$50,000 located in Priority 2 Cash Lines of Credit; and Item 66, Non-Cash Lines of Credit - Priority 5. The motion was seconded by Speaker Kleckley and Representative Pugh, and without objection, Items 63 through 66, less project 04 - 139 were approved.

Mr. Kling provided a synopsis on Item 9, Calcasieu Parish School Board, School District No. 30. Speaker Kleckley moved approval subject to the applicant's compliance with the provisions of La. R.S. 33:4712.10 prior to accrual 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 Senator Smith, and without objection, Item 9 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.)