



MINUTES
STATE BOND COMMISSION
June 21, 2018
8:00 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 Schroder called the meeting to order. Then Ms. Guthrie called the roll.

MEMBERS PRESENT:

Mr. Matthew Block, representing Governor John Bel Edwards (arrived during discussion of items 5 and 6)

Mr. Richard Hartley, representing Lieutenant Governor William H. Nungesser
Honorable Kyle Adroin, Secretary of State

Mr. John Morris, representing Attorney General Jeffrey Landry
Senator John Alario, President of the Senate

Senator Eric LaFleur, Chair, Senate Finance Committee (arrived during discussion of item 29)

Senator Jean-Paul Morrell, Chair, Senate Revenue and Fiscal Affairs Committee (arrived during discussion of item 7)

Senator Rick Ward, representing Senator at large John Smith

Representative Taylor Barras, Speaker of the House

Representative Charles Chaney, representing Cameron Henry, Chair, House Appropriations Committee

Representative Neil Abramson, Chair, House Ways and Means Committee

Representative Jim Morris, Representative at large

Mr. Rick McGimsey, representing Commissioner of Administration Jay Dardenne

Honorable John M. Schroder, State Treasurer

MEMBERS ABSENT:

None

Treasurer Schroder requested a moment of silence for Commissioner Dardenne's family.

Treasurer Schroder reminded the public to fill out a speaker card if they wished to speak on an issue.

Treasurer Schroder informed everyone that the State's Financial Advisor, Renee Boicourt, was on the phone. Additional information was provided by Renee Boicourt, Financial Advisor, Lamont Financial Services.

The Treasurer discussed the Secretary of State's deadlines for the November 6, 2018 election and the Ad Hoc Election Subcommittee meeting that was held on June 20, 2018.

2. Approval of the minutes of the May 17, 2018 meeting.

Representative Taylor Barras, Speaker of the House moved approval, seconded by Senator John Alario, President of the Senate and without objection, the minutes were approved.

Local Governmental Units - Elections (December 8, 2018)

3. L18-172 - LaSalle Parish Law Enforcement District

½% sales tax, 12 years, beginning April 1, 2020, paying lawful expenses of operating the District and the Sheriff's Office.

Ms. Folse provided a synopsis. Representative Taylor Barras, Speaker of the House moved approval, seconded by Senator John Alario, President of the Senate and without objection, the item was approved.

Local Political Subdivisions - Loans

4. L18-177 - Avoyelles Parish, Hospital Service District No. 1

Not exceeding \$1,000,000 Certificates of Indebtedness, Series 2018, not exceeding 5%, mature no later than March 1, 2019, current operations.

Ms. Folse provided a synopsis. Representative Taylor Barras, Speaker of the House moved approval, seconded by Senator John Alario, President of the Senate and without objection, the item was approved.

5. L18-192 - St. Bernard Parish Council

Not exceeding \$4,400,000 Taxable Limited Tax Certificates of Indebtedness, not exceeding 2.87%, mature no later than March 1, 2019, maintaining and operating fire protection facilities.

Ms. Folse provided a synopsis on Items 5 and 6.

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

6. L18-193 - St. Bernard Parish Council

Not exceeding \$1,400,000 Taxable Certificates of Indebtedness, not exceeding 2.87%, mature no later than March 1, 2019, current expenses.

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

7. L18-197 - St. James Parish School Board

Not exceeding \$12,000,000 Revenue Anticipation Notes, not exceeding 5%, mature no later than June 30, 2019, current operations.

Ms. Folse provided a synopsis. Representative Taylor Barras, Speaker of the House moved approval, seconded by Senator John Alario, President of the Senate and without objection, the item was approved.

8. L18-196 - Tensas Parish Law Enforcement District

Not exceeding \$990,000 Certificates of Indebtedness, not exceeding 6%, mature no later than June 30, 2019, current expenses.

Ms. Folse provided a synopsis. Representative Taylor Barras, Speaker of the House moved approval, seconded by Senator John Alario, President of the Senate and without objection, the item was approved.

9. L18-176 - Tensas Parish Police Jury

Not exceeding \$850,000 Certificates of Indebtedness, not exceeding 5%, mature no later than March 1, 2019, current expenses.

Ms. Folse provided a synopsis. Representative Taylor Barras, Speaker of the House moved approval, seconded by Senator John Alario, President of the Senate and without objection, the item was approved.

10. L18-198 - Tangipahoa Parish, Hammond Downtown Development District

Not exceeding \$300,000 Limited Tax Certificates, in one or more series, not exceeding 6%, mature no later than March 1, 2024, constructing, renovating, and/or acquiring facilities contemplated by the redevelopment plan.

Ms. Folsie provided a synopsis. Representative Taylor Barras, Speaker of the House moved approval, seconded by Senator John Alario, President of the Senate and without objection, the item was approved.

11. L18-194 - Terrebonne Parish, Recreation District No. 11

Not exceeding \$2,500,000 Limited Tax Certificates, in one or more series, not exceeding 6%, mature no later than March 1, 2026, constructing, improving and maintaining recreational facilities, together with necessary furniture and equipment.

Ms. Folsie provided a synopsis. Representative Taylor Barras, Speaker of the House moved approval, seconded by Senator John Alario, President of the Senate and without objection, the item was approved.

12. L18-190 - Vernon Parish Law Enforcement District

Not exceeding \$1,500,000 Promissory Note, not exceeding 3.85%, mature no later than June 30, 2019, current operations.

Ms. Folsie provided a synopsis. Representative Taylor Barras, Speaker of the House moved approval, seconded by Senator John Alario, President of the Senate and without objection, the item was approved.

Local Political Subdivisions - Bonds - Final Approval

13. L18-203 - Caddo Parish, Fire District No. 1

Not exceeding \$1,000,000 Fire District Revenue Bonds, in one or more series, not exceeding 4%, not exceeding 10 years, acquisition and/or construction of a fire station.

Ms. Folsie provided a synopsis. Representative Jim Morris, Representative at large moved for conditional approval contingent upon verification of the certified resolution adopted by the Parish Commission authorizing the incurrence of the debt, which is scheduled to be adopted June 21, 2018. The motion was seconded by Senator John Alario, President of the Senate, and without objection, the item was conditionally approved.

14. L18-195 - Iberia Parish, Sewerage District No. 1 (DEQ Project)

Not exceeding \$3,000,000 Taxable Sewer Revenue Bonds, not exceeding 0.95%, not exceeding 22 years, **(1)** improvements to the wastewater treatment plants and **(2)** constructing and acquiring other improvements and replacements to the System, including equipment and furnishings therefor.

Ms. Folsie provided a synopsis. Representative Taylor Barras, Speaker of the House moved approval, seconded by Senator John Alario, President of the Senate and without objection, the item was approved.

15. L18-199 - Lincoln Parish, City of Ruston (DEQ Project)

Not exceeding \$6,000,000 Utilities Revenue Bonds, in one or more series, not exceeding 0.95%, not exceeding 22 years, acquiring and constructing additions, extensions and improvements to the sewer and sewage treatment portion of the System, including equipment and fixtures.

Ms. Folsie provided a synopsis. Additional information was provided by Jason Akers, Foley & Judell, L.L.P. After further discussion, Representative Taylor Barras, Speaker of the House moved approval, seconded by Senator John Alario, President of the Senate and without objection, the item was approved.

16. L18-201 - Livingston Parish, Sewer District

Not exceeding \$11,900,000 Revenue Bonds, in one or more series, not exceeding 5%, not exceeding 30 years, **(1)** acquiring, constructing, extending and improving the sewerage system, **(2)** funding capitalized interest, and **(3)** funding a debt service reserve fund, if necessary.

Ms. Folse provided a synopsis. Representative Taylor Barras, Speaker of the House moved approval, seconded by Senator John Alario, President of the Senate and without objection, the item was approved.

17. L18-180 - Sabine Parish, Waterworks District No. 1 (LDH Program)

Not exceeding \$2,600,000 Taxable Water Revenue Bonds, or other evidences of indebtedness, in one or more series, not exceeding 2.45%, not exceeding 22 years, constructing, acquiring and installing improvements and replacements to the drinking water system, including equipment and fixtures.

Ms. Folse provided a synopsis. Representative Taylor Barras, Speaker of the House moved approval, seconded by Senator John Alario, President of the Senate and without objection, the item was approved.

18. L18-168 - St. Mary Parish, City of Morgan City

Not exceeding \$1,650,000 Excess Revenue Notes, in one or more series, not exceeding 4.5%, not exceeding 20 years, acquiring and installing utility meters and related software and equipment to institute an electronic meter reading program.

Ms. Folse provided a synopsis. Representative Taylor Barras, Speaker of the House moved for conditional approval contingent upon the City Council amending the budget for fiscal year ending December 31, 2018, for which the amendment is scheduled to be adopted on June 26, 2018, for the purpose of incorporating the rate increases. The motion was seconded by Senator John Alario, President of the Senate, and without objection, the item was conditionally approved.

19. L18-202 - Tangipahoa Parish, Ponchatoula Area Recreation District No. 1

Not exceeding \$3,500,000 Revenue Bonds, not exceeding 5.5%, mature no later than June 1, 2039, construction and equipping of additional recreation facilities, including, but not limited to, a new multi-purpose gymnasium facility and **(2)** funding a debt service reserve fund, if necessary.

Ms. Folse provided a synopsis. Representative Taylor Barras, Speaker of the House moved approval, seconded by Senator John Alario, President of the Senate and without objection, the item was approved.

20. L18-175 - Vermilion Parish School Board

Not exceeding \$950,000 Limited Tax Bonds, not exceeding 4%, mature no later than March 1, 2029, constructing improvements at Dozier Elementary School.

Ms. Folse provided a synopsis. Representative Taylor Barras, Speaker of the House moved approval, seconded by Senator John Alario, President of the Senate and without objection, the item was approved.

Political Subdivisions - Bonds

21. S18-015 - Louisiana Community Development Authority (University of Louisiana Monroe Facilities, Inc. - Brown Stadium Project)

Not exceeding \$2,000,000 Revenue Bonds, in one or more series, taxable or tax-exempt, not exceeding 5%, not exceeding 30 years, **(1)** completion of the renovation, rehabilitation and construction of improvements to Brown Stadium and parking adjacent, **(2)** funding a debt service reserve fund and **(3)** funding capitalized interest, if necessary.

Ms. Folsie provided a synopsis. Representative Taylor Barras, Speaker of the House moved approval, seconded by Senator John Alario, President of the Senate and without objection, the item was approved.

Public Trust - Final Approval

22. S18-005 - Louisiana Public Facilities Authority (Millennium Housing, LLC Student Housing and Auxiliary Facilities Projects)

Not exceeding \$25,000,000 Refunding Revenue Bonds (NSTSD), in one or more series, not exceeding 6%, mature no later than November 1, 2038, refunding all or a portion of Louisiana Public Facilities Authority Revenue Bonds (Millennium Housing, LLC Student Housing and Auxiliary Facilities Project), Series 2006.

Ms. Folsie provided a synopsis. Representative Taylor Barras, Speaker of the House moved approval, seconded by Senator John Alario, President of the Senate and without objection, the item was approved.

Ratifications and or Amendments to Prior Approvals

Ms. Folsie provided a synopsis on Items 23 through 28.

23. L17-265A - Webster Parish School Board, Doyline School District No. 7

Amendment of a prior approval granted on August 17, 2017, to reflect change in cost of issuance.

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

24. L17-350A - St. Martin Parish School Board, School District

Amendment of a prior approval granted on September 21, 2017, to reflect change in cost of issuance.

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

25. L17-426A - Caddo Parish, City of Shreveport

Amendment of a prior approval granted on December 14, 2017, to reflect change in cost of issuance and professionals.

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

26. S07-036C - Louisiana Community Development Authority (Nicholls State University Student Facilities/NSU Facilities Corporation Project)

Amendment of a prior approval granted on September 21, 2017, to reflect a change in cost of issuance and professionals associated with a rate conversion.

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

27. S17-037A - Louisiana Community Development Authority (Terrebonne Port Commission Project)

Amendment of a prior approval granted on September 21, 2017, to reflect a change in cost of issuance and professionals.

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

28. **S18-007A - Louisiana Community Development Authority (Goodwill Industries Project)**
Amendment of a prior approval granted on April 19, 2018, to reflect a change in cost of issuance and professionals.

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

State of Louisiana

29. **S18-010A - GARVEE Selection of Professionals**
Discussion and consideration of evaluation team scoring results and recommendations on proposals submitted in response to the State of Louisiana Solicitation for Offers for Bond Counsel Services dated May 21, 2018.

Ms. Folse provided a synopsis. Additional information was provided by Renee Boicourt, Financial Advisor, Lamont Financial Services. Ms. Folse also advised that the evaluation team is recommending that the Commission hire a lead bond counsel and a co-bond counsel to alternate roles for the GARVEE program financings through the end of Fiscal Year 2020. The evaluation team consisted of Lela Folse (Treasurer), Rick McGimsey (Division of Administration), John Morris (Attorney General), Linda Nugent (Senate), Elise Read (House), and Barry Keeling (DOTD). The evaluation team reviewed seven proposals and recommended the top two scoring firms, with the first being Foley & Judell, L.L.P. as lead Bond Counsel and the second being Jones Walker as Co-Bond Counsel. After a brief discussion, Representative Taylor Barras, Speaker of the House moved for acceptance of the recommendation. The motion was seconded by Senator John Alario, President of the Senate, without objection the motion was approved.

Other Business

30. **Financial Advisory Services Contract Amendment**
Request to amend the State's Financial Advisory Services Contract to provide for the first of two allowed one-year contract extensions for the period August 1, 2018 through July 31, 2019, as provided for in the contract approved by the Commission on June 15, 2017.

Ms. Folse provided a synopsis. Additional information was provided by Renee Boicourt, Financial Advisor, Lamont Financial Services. After a brief discussion, Representative Taylor Barras, Speaker of the House moved approval, seconded by Senator John Alario, President of the Senate and without objection, the item was approved.

31. **Discussion**
Discussion of Capital Outlay information reporting.
Treasurer Schroder provided information relative to the reporting of Capital Outlay information. Additional information was provided by Alice Glenn, President, Junior League of New Orleans.

Monthly Reports

32. **Monthly Reports**
Ms. Folse provided information relative to the monthly reports.

33. **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.)
