

TEXAS PUBLIC FINANCE AUTHORITY

BOARD OF DIRECTORS:

Billy M. Atkinson, Jr., Chair
Ruth C. Schiermeyer, Vice Chair
Gerald B. Alley, Secretary
Ramon Manning
Walker N. Moody
Rodney K. Moore
Robert T. Roddy, Jr.



EXECUTIVE DIRECTOR

Lee Deviney

MAILING ADDRESS:

Post Office Box 12906
Austin, Texas 78711-2906

PHYSICAL ADDRESS:

300 West 15th Street, Suite 411
Austin, Texas 78701

TELEPHONE: (512) 463-5544

FACSIMILE: (512) 463-5501

MINUTES OF THE MEETING OF THE BOARD OF DIRECTORS OF THE TEXAS PUBLIC FINANCE AUTHORITY

August 4, 2016

The Board of Directors (the "Board") of the Texas Public Finance Authority (the "Authority") convened in open meeting, notice duly posted pursuant to law (a copy of which notice is attached hereto as Exhibit "A") at 11:30 a.m., Thursday August 4, 2016, in the State Capitol Extension, Hearing Room E2.028, Austin, Texas. Present were: Mr. Billy M. Atkinson, Jr., Chairman; Ms. Ruth C. Schiermeyer, Vice Chair; Mr. Gerald B. Alley, Secretary; and Mr. Robert T. Roddy, Jr., Member.

Representing the Authority's staff were: Lee Deviney, Executive Director; John Hernandez, Deputy Director; Kevin Van Oort, General Counsel; Pamela Scivicque, Director of Business Administration; Donna Weinberger, Bond Administration Specialist; John Barton, Sr. Financial Analyst; Robert Jocius, Program Manager; Matthew Berry, Financial Analyst; Bon Wier, Program Specialist; and Ralph Harper, Accountant.

In attendance were the following persons, representing the indicated entities: Keith Graf and Dave Fujimoto, Office of the Governor; Gabriella Briceno, FirstSouthwest; Brandon Walker, Bank of America Merrill Lynch; Jorge Rodriguez, Coastal Securities; Tilghman Naylor, Jefferies; Bart Fowler and Hasan Mack, McCall Parkhurst & Horton; Troy Madres, Estrada Hinojosa; Louis Edwards, Texas Southern University; Jerry Kyle and Nathelie Ashby, Andrews Kurth; Debi Jones, Raymond James; Shawnell Holman, Siebert Brandford Shank; Patrick Scott and John Daniel, Barclays; Duane Westerman, SAMCO; Nora Chavez and Curt Shelmire, Stifel; Dan Farris, Port of San Antonio; Bill Avila, Bracewell; Humberto Aguilera, Escamilla & Poneck, LLP; Danielle Bradford and Tim Kelley, Piper Jaffray; and Rhett Bredy and Kyle Cottrell, JP Morgan.

Mr. Atkinson called the Board meeting to order at 11:54 a.m. and noted the presence of a quorum.

Item 1. Confirm meeting posting compliance with the Open Meetings Act.

Mr. Atkinson confirmed that the meeting was duly posted with the Secretary of State's Office.

Item 2. Excuse absences of board members, if necessary.

Action: Motion by Ms. Schiermeyer to excuse the absence of Mr. Moore, Mr. Manning and, Mr. Moody second by Mr. Alley. The motion passed unanimously.

Item 3. Review and approval of the minutes of the June 6, 2016, Board Meeting and June 6, 2016 Work Session.

Mr. Atkinson asked if there were any corrections to the Board meeting minutes. None were noted.

Action: Motion by Mr. Alley to approve the Board meeting minutes, second by Ms. Schiermeyer. The motion passed unanimously.

Item 4. Consideration, discussion, and possible action to approve a Supplemental Request for Financing, related to the refunding of certain outstanding bonds, submitted by Midwestern State University.

Mr. Deviney stated the MSU board approved a resolution to refund certain outstanding MSU bonds. Mr. Deviney indicated the Board previously authorized \$58.4 million in tuition revenue bonds. MSU has submitted a supplemental request for financing, requesting that the Authority refund certain outstanding MSU bonds, in order to achieved additional savings.

The staff recommended the Board approve the supplemental request for financing in order to achieve future debt service savings.

Action: Motion by Ms. Schiermeyer to adopt staff recommendation, second by Mr. Alley. The motion passed unanimously.

Item 5. Consideration, discussion, and possible action to adopt a Resolution authorizing the issuance of Texas Public Finance Authority Midwestern State University Revenue Financing System Bonds and Revenue Refunding Bonds; authorizing and appointing a Pricing Committee of the Board; approving the Preliminary Official Statement; and authorizing the taking of other necessary action related thereto.

Mr. Deviney stated initially only a new money transaction was contemplated, however, after further review the staff recommends the inclusion of refunding bonds. Mr. Deviney stated there would be both taxable and tax-exempt bonds issued.

Staff recommended the adoption of a resolution authorizing the issuance of Texas Public Finance Authority Midwestern State University Revenue Financing System Revenue and Refunding Bonds, Series 2016; authorizing and appointing a Pricing Committee of the Board; approving the Preliminary Official Statement; and authorizing the taking of other necessary related action.

The Board then discussed appointment a pricing committee for the transaction.

Action: Motion by Mr. Alley to adopt the staff recommendation and to appoint Ms. Schiermeyer, Mr. Manning and Mr. Roddy to the pricing committee with Mr. Atkinson, Mr. Alley, Mr. Moody and Mr. Moore as alternates; second by Ms. Schiermeyer. The motion passed unanimously.

Item 6. Consideration, discussion and possible action to approve a Request for Financing, related to the refunding of certain outstanding bonds, submitted by the Texas Military Preparedness Commission.

Mr. Deviney stated that TPFAs issued bonds on behalf of the Texas Military Preparedness Commission (TMPC) in 2007 to make a loan to the Port of San Antonio (POSA). POSA recognized that interest rates are significantly lower and have requested the issuance of bonds for savings. Mr. Deviney indicated that in addition to the savings that POSA will realize, the state loan will be better secured as a result of the refunding.

Staff recommended the approval of the Request for Financing submitted by the Texas Military Preparedness Commission.

Action: Motion by Ms. Schiermeyer to adopt the staff recommendation, second by Mr. Alley. The motion passed unanimously.

Staff recommended the appointment of FirstSouthwest to serve as the financial advisor on the transaction, citing that firm's familiarity with both the original transaction and subsequent transactions relating to the TMPC loans.

Action: Motion by Mr. Alley to adopt the staff recommendation, second by Mr. Roddy. The motion passed unanimously.

Staff recommended the appointment of McCall Parkhurst & Horton as bond counsel based on the firms' prior experience and demonstrated competence as serving as bond counsel for the original transaction. Additionally, the staff recommends the firm of Escamilla & Poneck to serve as disclosure counsel.

Action: Motion by Mr. Roddy to adopt the staff recommendation, second by Ms. Schiermeyer. The motion passed unanimously.

Staff recommended the appointment of SAMCO Capital Markets as senior manager for the transaction, with Stifel Nicolaus & Company and Ramirez and Co. as co-managers. SAMCO is a Texas based regional underwriting firm and has the capability to underwrite a transaction of this size. SAMCO previously underwrote a competitive bond sale for TPFAs.

Action: Motion by Mr. Alley to adopt the staff recommendation, second by Ms. Schiermeyer. The motion passed unanimously.

Item 7. Texas Southern University Revenue Financing System Bonds, Series 2016.

Mr. Deviney advised the Board that the bond pricing had been rescheduled to August 23, 2016. The appointment of the Pricing Committee was determined at the June 6 meeting.

No action was taken.

Item 8. Post-Sale Report: Texas Public Finance Authority State of Texas General Obligation Refunding Bonds, Series 2016.

John Daniel and Patrick Scott, representing Barclays, presented information on the sale of the General Obligation Refunding Bonds, Series 2016. TPFA issued \$157 million in refunding bonds for a net present value savings of nearly \$18 million.

Item 9. Staff Update:

a. Staff Update

Mr. Deviney introduced TPFA's newest employees: Bon Weir, Program Specialist and Ralph Harper, Accountant.

Mr. Atkinson introduced a resolution to recognize John Hernandez's 25th anniversary with the agency.

Action: Motion by Mr. Alley and second by Ms. Schiermeyer to approve the resolution. The motion passed unanimously.

b. Market Update

John Barton presented information on the commercial paper programs.

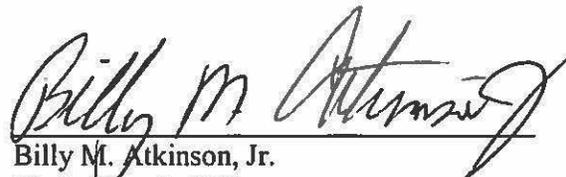
Item 10. Future agenda items and meeting dates.

Mr. Deviney discussed the potential need for an October 6 Board Meeting.

Item 11. Adjourn.

Mr. Atkinson adjourned the meeting at 12:25 p.m.

The foregoing minutes were approved and adopted by the Board of Directors on October 10, 2016.


Billy M. Atkinson, Jr.
Chair, Board of Directors

ATTACHMENT: Post Notice – Exhibit A



Donna Weinberger-Rourke

[Log Off](#)

Open Meeting Submission

TRD: 2016005118
Date Posted: 07/27/2016
Status: Accepted
Agency Id: 0113
Date of Submission: 07/27/2016
Agency Name: Texas Public Finance Authority
Board: Texas Public Finance Authority
Committee: Texas Public Finance Authority
Date of Meeting: 08/04/2016
Time of Meeting: 11:30 AM (###:## AM Local Time)
Street Location: Capitol Extension Hearing Room, E2.028, State Capitol, 1400 N. Congress Ave.
City: Austin
State: TX
Liaison Name: Donna Weinberger-Rourke
Liaison Id: 7
Additional Information: Contact Donna Weinberger at 512/463-5544, 300 W. 15th Street, Suite 411, Austin, TX 78701
Obtained From: 78701
Agenda: Texas Public Finance Authority
 Board Meeting
 Thursday, August 4, 2016 – 11:30 A.M.
 Capitol Extension Hearing Room E2.028
 State Capitol
 1400 N. Congress Ave.
 Austin, Texas 78701

AGENDA

The Board may discuss and take action regarding any of the following matters:

1. Confirm meeting posting compliance with the Open Meetings Act.
2. Excuse absences of board members, if necessary.
3. Review and approval of the minutes of the June 6, 2016 Board Meeting and the June

6, 2016 Work Session.

4. Consideration, discussion, and possible action to approve a Supplemental Request for Financing, related to the refunding of certain outstanding bonds, submitted by Midwestern State University.

5. Consideration, discussion, and possible action to adopt a Resolution authorizing the issuance of Texas Public Finance Authority Midwestern State University Revenue Financing System Bonds and Revenue Refunding Bonds; authorizing and appointing a Pricing Committee of the Board; approving the Preliminary Official Statement; and authorizing the taking of other necessary action related thereto.

6. Consideration, discussion and possible action to approve a Request for Financing, related to the refunding of certain outstanding bonds, submitted by the Texas Military Preparedness Commission.

7. Texas Southern University Revenue Financing System Bonds, Series 2016.

8. Post-Sale Report: Texas Public Finance Authority State of Texas General Obligation Refunding Bonds, Series 2016.

9. Staff Update:

a. Staff Update

b. Market Update

10. Future agenda items and meeting dates.

11. Adjourn.

THE BOARD MAY GO INTO CLOSED SESSION REGARDING ANY ITEM ON THE AGENDA IF PERMITTED UNDER THE OPEN MEETINGS ACT, GOVERNMENT CODE CHAPTER 551.

Persons with disabilities who have special communication or other needs, who are planning to attend the meeting, should contact Donna Weinberger at 512/463-5544. Requests should be made as far in advance as possible. Contact Donna Weinberger if you need any additional information, Texas Public Finance Authority, 300 W. 15th Street, Suite 411, Austin, TX 78701.

New Submission

[HOME](#) | [TEXAS REGISTER](#) | [TEXAS ADMINISTRATIVE CODE](#) | [OPEN MEETINGS](#)