

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
Joseph E. Williams



EXECUTIVE DIRECTOR
Lee Deviney

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

May 2, 2019

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 is attached hereto as Exhibit "A") at 1:30 p.m., Thursday, May 2, 2019 at the William P. Clements, Jr. Building, Room 103, 300 West 15th Street, Austin, Texas. Present were: Mr. Billy M. Atkinson, Jr., Chairman; Ms. Ruth C. Schiermeyer, Vice-Chair; Mr. Ramon Manning, Member; Mr. Robert T. Roddy, Member; and Mr. Rodney K. Moore, Member. Also in attendance: Mr. Joseph E. Williams, appointed to the Board and awaiting final Senate confirmation.

Representing the Authority's staff were: Lee Deviney, Executive Director; John Hernandez, Deputy Director; Kevin Van Oort, General Counsel; and John Barton, Financial Analyst.

In attendance were the following persons, representing the indicated entities: Daniel Rodriguez, George K. Baum & Company; Gabriella Briceno, Hilltop Securities; Brandon Walker, Bank of America Merrill Lynch; Jerry Kyle, Orrick, Herrington & Sutcliffe LLP; Hasan Mack, McCall Parkhurst & Horton LLP; Blaine Brunson and Troy Madres, Morgan Stanley; Patrick Scott, Barclays Capital; Mark Ellis, Jefferies LLC; Steven Etoch, Stephens Inc.; Rudy Mejia, Estrada Hinojosa; Curtis Flowers, Loop Capital Markets; and, Keith Richard, Seibert Cisneros Shank & Co.

Mr. Atkinson called the meeting to order at 1:52 p.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.

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

Action: Motion by Ms. Schiermeyer to excuse the absences of Mr. Moody and Mr. Alley. Second by Mr. Manning.

The motion passed unanimously.

Chairman Atkinson recognized Mr. Roddy for his 12 years of service to the TPFPA Board of Directors and to the State of Texas. Chairman Atkinson and Mr. Deviney presented gifts of appreciation to Mr. Roddy.

Mr. Roddy thanked the staff and the Board members for the gifts. Mr. Roddy discussed his service on other boards and stated that the TPFPA Board members, the Chairman, and the Executive Director and staff are the finest group of people he has worked with.

Item 3. Review and approval of the minutes of the March 7, 2019 Board meeting.

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

Action: Motion by Mr. Manning to approve the minutes of the March 8, 2019 Board meeting. Second by Ms. Schiermeyer.

The motion passed unanimously.

Item 4. Consideration, discussion, and possible action to adopt a Resolution authorizing the issuance of Texas Public Finance Authority Lease Revenue and Refunding Bonds, Series 2019; authorizing and appointing a Pricing Committee of the Board; approving a Preliminary Official Statement; authorizing the refunding, defeasance, redemption, and discharge of certain outstanding commercial paper notes issued under the Texas Facilities Commission Projects commercial paper program, Series 2016A (Taxable) and the execution of an Escrow Agreement, Purchase Contract and other related documents; and authorizing the taking of other necessary action related thereto.

Mr. Deviney explained the parameters of the transaction, which are established in the Bond Resolution. The bond issuance will refund approximately \$175,000,000 of taxable commercial paper. The proposed transaction pre-funds up to an additional \$125,000,000. The proposed refunding bonds, including the new money portion, would be tax-exempt. If approved by the Board, TPFPA staff will submit an application to the Bond Review Board. Ratings will be requested from Moody's and Standard and Poor's.

Mr. Deviney requested Gabriella Briceno, with Hilltop Securities, to discuss some of the current market conditions. Ms. Briceno stated that since January, long term interest rates are down and there is no expectation that rates will rise in the short term.

Action: Motion by Ms. Schiermeyer to adopt the Resolution authorizing the issuance of the Texas Public Finance Authority Lease Revenue and Refunding Bonds, Series 2019;

authorizing and appointing a Pricing Committee of the Board; approving the Preliminary Official Statement; authorizing an amendment to the Lease; and authorizing the taking of other necessary related action. The Board appointed Ms. Schiermeyer, Mr. Manning, and Mr. Williams (contingent on confirmation by the Senate) to the Pricing Committee and designated Ms. Schiermeyer to chair the committee, with all remaining Board members serving as alternates. Second by Mr. Manning.

The motion passed unanimously.

Item 5. Procedures for selection of service providers for debt issuance transactions.

Mr. Deviney reported the Request for Proposal (RFP) for underwriters closed on May 1, 2019, with 31 responses from prospective underwriters. Mr. Deviney indicated that the Board could act on the responses as early as the July 11 meeting. Mr. Deviney also advised the Board that an RFP for bond counsel services would be issued soon and that the RFP for financial advisory services would be issued in August or September.

Item 6. Staff Update:

a. Upcoming bond sales.

Mr. Deviney reported that the bond sale pre-pricing is set for June 4, with a pricing on June 5. He indicated that there are several potential authorizations currently under legislative consideration; however, the agency is awaiting final action by the Legislature.

b. Update on Texas Windstorm Insurance Association.

Mr. Deviney reported that the Texas Windstorm Insurance Association (TWIA) Board may submit a request for refinancing to refund the outstanding Series 2014 TWIA revenue bonds. Mr. Deviney advised that the TWIA Board will meet on May 7, 2019 and could initiate a request that TPFA refund the bonds at that meeting.

c. Market Update

Mr. Barton presented the Market Update and indicated there was no indication that there would be a rate hike or reduction in the works. Mr. Barton said the rates are very low right now, which is good for the commercial paper programs.

Item 7. Future agenda items and meeting dates.

The Board discussed possible dates for its next meeting, with July 11, 2019 as the most likely date. Mr. Deviney also asked the Board to save August 1, 2019 and September 5, 2019 for potential meeting dates.

Mr. Roddy thanked the teams of underwriters, bond counsels and financial advisors who make the Board's job easier.

Item 8. Adjourn.

Mr. Atkinson adjourned the meeting at 2:30 PM.

The foregoing minutes were approved and adopted by the Board of Directors on this 11th day of July, 2019.



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

ATTACHMENT: Posting Notice



Donna Weinberger-Rourke

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Open Meeting Submission

TRD: 2019002458
Date Posted: 04/24/2019
Status: Accepted
Agency Id: 0113
Date of Submission: 04/24/2019
Agency Name: Texas Public Finance Authority
Board: Texas Public Finance Authority
Committee: Texas Public Finance Authority Board Meeting
Date of Meeting: 05/02/2019
Time of Meeting: 01:30 PM (###:## AM Local Time)
Street Location: William P. Clements, Jr. Building, Room 103 300 West 15th Street
City: Austin
State: TX
Liaison Name: Donna Weinberger-Rourke
Liaison Id: 8
Additional Information Obtained From: Donna Weinberger at 512-463-5544
Agenda: Texas Public Finance Authority
Board Meeting
Thursday, May 2, 2019 - 1:30 P.M.
William P. Clements, Jr. Building, Room 103
300 West 15th Street
Austin, Texas

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 March 7, 2019 Board meeting.
4. Consideration, discussion, and possible action to adopt a Resolution authorizing the issuance of Texas Public Finance Authority Lease Revenue and Refunding Bonds, Series 2019; authorizing and appointing a Pricing Committee of the Board; approving a Preliminary Official Statement; authorizing the refunding, defeasance, redemption, and discharge of certain outstanding commercial paper notes issued under the Texas Facilities Commission Projects commercial paper program, Series 2016A (Taxable) and the execution of an Escrow Agreement, Purchase Contract and other related documents; and authorizing the taking of other necessary action related thereto.
5. Procedures for selection of service providers for debt issuance transactions.
6. Staff Update:
 - a. Upcoming bond sales.
 - b. Update on Texas Windstorm Insurance Association.
 - c. Market Update
7. Future agenda items and meeting dates.
8. 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

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