Minutes

Texas Bond Review Board

Called Board Meeting

Tuesday, November 9, 2010, 10:15 a.m.

Capitol Extension, Room E2.026

1400 N. Congress Avenue

Austin, Texas

The Texas Bond Review Board (BRB) convened in a called board meeting at 10:15 a.m., Tuesday, November 9, 2010 in the Capitol Extension, Room E2.026 in Austin, Texas. Alternates present were Ed Robertson, Chair and Alternate for Governor Rick Perry; Don Green, Alternate for Lieutenant Governor David Dewhurst; Andrew Blifford, Alternate for Speaker Joe Strauss; and Kenneth Besserman, Alternate for Comptroller Susan Combs. Also in attendance were Tom Griess with the Office of the Attorney General, Bond Finance Office staff members and others.

**I. Call to Order**

Ed Robertson, as Chair, called the meeting to order at 10:55 a.m. A quorum was present.

1. **Public Comment**

No public comments

1. **Texas Public Finance Authority (TPFA) Texas Workforce Commission (TWC) Unemployment Compensation Obligation Assessment Revenue Bonds, Series 2010A and 2010B**

Representatives present were: Dwight Burns, Executive Director, TPFA; Susan Durso, General Counsel, TPFA; John Hernandez, Deputy Director, TPFA; Gene Crump, Deputy Executive Director, TWC; Paul Jones, General Counsel, TWC; Barron Wallace, Vinson & Elkins, Co-Bond Counsel; Tom Pollan, Bickerstaff, Heath, Delgado and Acosta, Co-Bond Counsel; Jerry Kyle, Andrews Kurth, Underwriter’s Counsel; and Tim Peterson and Chris Allen, First Southwest, Financial Advisor.

UPON MOTION BY DON GREEN AND SECOND BY KENNETH BESSERMAN THE TEXAS BOND REVIEW BOARD APPROVED THE ISSUANCE OF THE TEXAS PUBLIC FINANCE AUTHORITY UNEMPLOYMENT COMPENSATION OBLIGATION ASSESSMENT REVENUE BONDS, SERIES 2010A AND 2010B AND ANY OTHER SERIES OR SUBSERIES DESIGNATED BY TPFA WITH A MAXIMUM AGGREGATE PAR AND TOTAL PROCEEDS AMOUNT NOT TO EXCEED $2,300,000,000 INCLUDING PREMIUMS, IF ANY, AS OUTLINED IN THE APPLICATION DATED NOVEMBER 2, 2010 AND SUPPLEMENTS THROUGH NOVEMBER 4, 2010.

1. Report from the Executive Director
* BRB staff, along with staff from the State Energy Conservation Office (SECO) in the Comptroller’s Office completed the list of ESPC due diligence information required for ESPC transactions. The spreadsheet is now available on SECO’s website.
* Alternates were provided staff’s response to the Sunset Commission’s proposed language for a Constitutional amendment memorializing the CDL calculation for Development Fund II of the Texas Water Development Board (TWDB). Sunset Commission accepted staff’s recommendation to continue calculating the CDL as in the past. The Sunset Commission agreed to insert “authorized but unissued” as discussed in staff’s memo, and to remove the last clause stating that the debt would not be included in the CDL until issued.
* Rob Latsha stated that a draft of the CDL calculation should be available by Thursday depending on new figures coming from TWDB.
* Staff will distribute a draft copy of the Annual Report for the Alternates to review during the week of Thanksgiving. The report is due on November 30th.
* Rob Latsha updated the BRB regarding staff’s involvement with the Recovery Zone Bond (RZB) Program. He stated that by October 15th staff had contacted all cities and counties that received an RZB allocation and informed them of their ability to waive any unused authority to the state. By October 29th the state received $94,175,000 of RZB waived authority from various cities and counties. The state received three applications for reallocation of the waived authority.
* After 21 years of service to the BRB, Judy Good retired on October 31. Rob Latsha will manage this strategy.
1. Adjourn

There being no further business, the Called Board Meeting adjourned at 11:05 a.m.