

State Finance Committee Meeting Minutes
Olympia, Washington
November 25, 2013
11:30 am

The State Finance Committee met in a special meeting after notice duly given to the public.

Present: James McIntire, State Treasurer, Chair
Jay Inslee, Governor
Brad Owen, Lt. Governor

Also Present: Ellen Evans, Office of the State Treasurer
Svein Braseth, Office of the State Treasurer
Mary Ellen Combo, Office of the Attorney General
Bill Tonkin, Foster Pepper
Nancy Neraas, Foster Pepper
Johnna Craig, Office of the State Treasurer
Wolfgang Opitz, Office of the State Treasurer
Nancy Adams, Office of the State Treasurer
Sue Melvin, Office of the State Treasurer
Pam Johnson, Office of the State Treasurer
Shelly Sweeney, Office of the State Treasurer
Sandi Triggs, Office of Financial Management
Eric Hansen, Office of Financial Management
Amy Arnis, Department of Transportation
David Schumacher, Office of Financial Management
Brad Tower, Community Bankers of Washington

Chair McIntire called the meeting to order at 11:30 am on November 25, 2013.

Item 1: Approval of the Minutes

Treasurer Jim McIntire introduced the motion to approve the minutes from the December 14, 2012 State Finance Committee Meeting. The motion was moved by Governor Jay Inslee, seconded by the Lt. Governor Brad Owen and approved unanimously.

Item 2: Update on recent sales

Ms. Ellen Evans, Deputy Treasurer for Debt Management, updated the committee on the results of the January 23, 2013, August 7, 2013, September 17, 2013, and October 10, 2013 bond sales.

Item 3: Resolution 1148

Treasurer McIntire introduced proposed Resolution 1148 which authorizes the issuance of State of Washington Various Purpose General Obligation Bonds in the maximum principal amount of \$2,095,435,000 for the purpose of providing funds to pay and reimburse state expenditures for various state projects.

Approval of Resolution 1148 was moved by the Governor, seconded by the Lt. Governor, and adopted unanimously.

Item 4: Resolution 1149

Treasurer McIntire introduced proposed Resolution 1149 which authorizes the issuance of State of Washington Motor Vehicle Fuel Tax General Obligation Bonds, in the maximum principal amount of \$869,766,000 for the purpose of providing funds to pay and reimburse state expenditures for various transportation projects.

Approval of Resolution 1149 was moved by the Governor, seconded by the Lt. Governor, and adopted unanimously.

Item 5: Resolution 1150

Treasurer McIntire introduced proposed Resolution 1150 which authorizes the issuance of State of Washington Various Purpose General Obligation Refunding Bonds, in the maximum principal amount of \$9,700,000,000, and State of Washington Motor Vehicle Fuel Tax General Obligation Refunding Bonds, in the maximum principal amount of \$6,400,000,000, for the purpose of refunding certain outstanding bonds of the state.

Ms. Evans spoke to the results of refundings since January 2009, indicating that with interest rates at historical lows in recent years, the State Finance Committee has executed multiple refundings to lower the state's borrowing costs. Overall, since January 2009 almost \$5.3 billion refunding bonds have been issued, reducing debt service costs by more than \$718.6 million on a nominal basis and \$581.6 on a present value basis.

Approval of Resolution 1150 was moved by the Governor, seconded by the Lt. Governor, and adopted unanimously.

Item 6: Proposed Motion

Treasurer McIntire introduced the motion that the Committee pursuant to RCW 39.94.040 take the following action:

(a) The Committee approves and directs the State Treasurer to implement the proposed 2013-2015 biennium finance plan for state financing contracts, including all individual, legislatively authorized state agency financing contracts, and issuance of certificates of participation therein, as submitted to the Committee and on file with the State Treasurer;

(b) The maximum aggregate principal amount of financing contracts (including certificates of participation therein) of the state to be outstanding in the 2013-2015 biennium is approved and established at \$1,650,230,000, plus financing expenses and required reserves; and

(c) Any refinancing contract (including issuance of refunding certificates of participation therein) to be entered into for the purpose of achieving interest cost savings in accordance with the Committee's Debt Issuance Policy's savings threshold is approved, irrespective of its stated principal amount or date of execution.

The motion was moved by the Lt. Governor, seconded by the Governor and adopted unanimously.

Treasurer McIntire adjourned the meeting at 12:14 pm.

STATE FINANCE COMMITTEE
STATE OF WASHINGTON

By _____
James L. McIntire
State Treasurer and Chairman

By _____
Jay R. Inslee
Governor and Member

By _____
Brad Owen
Lieutenant Governor and Member

ATTEST:

Ellen Evans, Deputy State Treasurer
and Secretary