

Texas Public Finance Authority

Board of Directors:

R. David Kelly, Chairman
H.L. Bert Mijares, Jr., Vice-Chairman
Ruth C. Schiermeyer, Secretary
Carin M. Barth
Linda McKenna
D. Joseph Meister
Robert T. Roddy, Jr.



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Executive Director

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

July 12, 2007

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 10:00 A.M., Thursday, July 12, 2007, Capitol Extension Hearing Room E2.028, Austin, Texas. Present were: Mr. Bert Mijares, Vice-Chairman; Ms. Carin Barth, Member; Ms. Ruth Schiermeyer, Member, Mr. D. Joseph Meister, Member; and Mr. Robert T. (Tom) Roddy, Jr., Member.

Representing the Authority's staff were: Ms. Kimberly Edwards, Executive Director, Ms. Judith Porras, General Counsel, Mr. John Hernandez, Deputy Director; Mr. Rick Horne and Ms. Paula Hatfield.

Present in their designated capacities were the following persons: Lester Graves Lennon, Stone & Youngblood; Dale Lehman, Piper Jaffray & Co.; Matt Boles, RBC Capital Markets; Bob Estrada, Estrada Hinojosa & Co.; Allen Westerman, SAMCO Capital Markets; Eric Golynsky, Desrye Morgan, UBS Investment Bank; John Daniel, Patrick Scott, Lehman Brothers; Dalton Smith, Merrill Lynch; Keith Richard, Banc of America; Debi Jones, Morgan Keegan; Carmen Best, Siebert Brandford Shank; Andy Bynam, Citigroup; David Potter, Morgan Stanley, Jerry Kyle, James Hernandez, Andrews & Kurth; and Tim Kelley, Coastal Securities.

Item 1. Call to order.

Mr. Mijares called the meeting to order at 10:02 a.m.

Item 2. Confirm meeting posting compliance with the Open Meetings Act.

Mr. Mijares confirmed the meeting had been duly posted in compliance with the Open Meetings Act.

Item 3. Excuse board member absences.

Ms. Schiermeyer moved to excuse board member absences. Mr. Roddy seconded. The motion passed unanimously.

Item 4. Elect or appoint Board Secretary.

Ms. Barth nominated Ms. Schiermeyer to serve as Board Secretary. Mr. Roddy seconded. The Board unanimously elected Ms. Schiermeyer Board Secretary.

Item 5. Approval of minutes of the June 7, 2007 Board meeting.

Mr. Mijares asked if there were any corrections or additions to the minutes of the Board meeting of June 7. Mr. Roddy moved to approve the minutes. Ms. Schiermeyer seconded. The motion passed unanimously.

Item 6. Consider the adoption of a Resolution and approval of the Preliminary Official Statement for the Authority's Midwestern State University Revenue Financing System Revenue and Refunding Bonds, Series 2007 in the approximate amount of \$24 million, and take other necessary, related action.

Ms. Edwards reviewed the transaction. The bonds are to finance three University projects: a student recreation and health facility; the Fowler Engineering Renovation; and the D. L. Ligon Renovation for athletic and classroom space. The Authority has been working with Paul Braden as bond counsel, Matt Boles, RBC Dain Rauscher as underwriter and First Southwest Company as the financial advisor to structure the transaction. The transaction has a refunding component, to refund the the Series 1998 Bonds that may be called December 1, 2008. The refunding will be included if if market conditions generate savings of at least \$150,000, with each refunded maturity having a positive savings.

Mr. Boles, RBC Capital Markets, reviewed the Revenue Bond Buyer Index showing the current rate of 4.7% compares well with the all time low of 4.3%. Ms. Edwards stated the bonds were scheduled to price on July 31, probably with insurance. The pricing will be in Dallas at RBC Dain offices.

Mr. Mijares asked about the change of Bond Counsel firms. Ms. Porras explained that when the Board selected Paul Braden to work on this transaction, he was with Delgado, Acosta, Braden and Jones. He subsequently joined Fulbright & Jaworski. Staff talked with Mr. Braden and determined in this case it was best for him to continue with the transaction.

Ms. Barth moved to adopt the Resolution, approve the Preliminary Official Statement and designate a Pricing Committee consisting of Mr. Meister, Mr. Mijares and Ms. Barth, with Mr. Roddy as an alternate. Ms. Schiermeyer seconded. The motion passed unanimously.

Item 7. Consider and discuss the proposed refunding of the Series 1997 General Obligation Bonds, and take any necessary related action.

Ms. Edwards provided an update of the refunding The bonds have a call date of April 1, 2008, and can be refunded and closed any time after January 3 to meet the 90-day window for a current refunding required by tax law. Mr. Tim Kelley, Coastal Securities, explained that interest rates had not moved much since the discussion at last months Board meeting, but if they declined

significantly prior to November, the Board would have the option of a forward delivery sale. The parameters for a delegation to a pricing committee will be established at the next Board meeting. Ms. Edwards stated complete documents would be prepared for the Board approval at the next meeting as well.

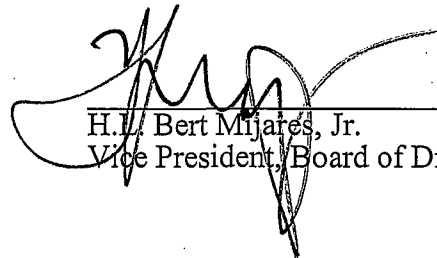
Item 8. Other Business/Staff Report.

No other business was discussed.

Item 9. Adjourn.

The meeting adjourned at 10:18 a.m.

The foregoing minutes were approved and passed by the Board of Directors on August 2, 2007.



H. Bert Mijares, Jr.
Vice President, Board of Directors

ATTACHMENT: Posting Notice - Exhibit "A"

Current Meeting Notices

Agency Name: Texas Public Finance Authority
Date of Meeting: 07/12/2007
Time of Meeting: 10:00 AM (Local Time)
Board: Texas Public Finance Authority
Status: Active
Street Location: Capitol Extension Hearing Room E2.028
City Location: Austin
Meeting State: TX
TRD ID: 2007005641
Submit Date: 07/03/2007
Emergency Meeting?: No
Additional Information Obtained From: If you need any additional information contact Paula Hatfield, 512/463-5544, 300 W. 15th Street, Suite 411, Austin, Texas 78701.
Agenda: TEXAS PUBLIC FINANCE AUTHORITY
THURSDAY, JULY 12, 2007 10:00 A.M.
CAPITOL EXTENSION HEARING ROOM E2.028
AUSTIN, TEXAS 78701

1. Call to order.
2. Confirm meeting posting compliance with the Open Meetings Act.
3. Excuse board member absences.
4. Elect or appoint Board Secretary.
5. Approve the minutes of the June 7, 2007 Board meeting.
6. Consider the adoption of a Resolution and approval of the Preliminary Official Statement for the Authority's Midwestern State University Revenue Financing System Revenue and Refunding Bonds, Series 2007 in the approximate amount of \$24 million, and take other necessary, related action.

7. Consider and discuss the proposed refunding of the Series 1997 General Obligation Bonds, and take any necessary related action.

8. Other Business/Staff Report.

Closed Meeting

9. Pursuant to Texas Government 551.071(2), the Board may convene in closed session at any time during this meeting to obtain legal advice from its counsel concerning any matter, listed on this agenda, in which the duty of its attorney under the Texas Disciplinary Rules of Professional Conduct conflict with Texas Government Code, chapter 551.

Reconvene Open Meeting

10. The open meeting will be reconvened for final action of the Board concerning matters deliberated in the Closed Meeting, if such action is required.

11. Adjourn.

Persons with disabilities, who have special communication or other needs, who are planning to attend the meeting should contact Paula Hatfield or Donna Richardson at 512/463-5544. Requests should be made as far in advance as possible.

Certification: I certify that I have reviewed this document and that it conforms to all applicable Texas Register filing requirements.
Kimberly K. Edwards, Executive Director, Certifying Official; Paula Hatfield, Agency Liaison.

**For comments and or questions about this website please contact Texas
Register register@sos.state.tx.us**