LAREDO COMMUNITY COLLEGE DISTRICT
Laredo, Texas

The special meeting of the Laredo Community College Board of Trustees convened on Thursday, April 8, 2010, beginning at 5:01 p.m. in the Samuel A. Meyer Board Room Laird Hall 124 of the Fort McIntosh Campus.

MEMBERS PRESENT
Cynthia Mares, Vice President
Leonides G. Cigarroa, Jr., Secretary
Carlos Carranco, Jr.
Hilario Cavazos, III
Mercurio Martinez, Jr.
Edward C. Sherwood

OTHERS
Juan L. Maldonado
George Meurer, College Attorney
Robert Tijerina, Financial Advisor
Daniel M. Martinez, Bond Counsel

ROLL CALL

MEMBERS ABSENT
Pete Saenz, Jr., President
Rene De La Viña
Alfonso Martinez, Ex-officio

CALL TO ORDER
Ms. Mares called the meeting to order. Dr. Cigarroa called the roll. A quorum of the members was present.

PUBLIC TESTIMONY
No one signed up for public testimony.

FACULTY ASSEMBLY REPORT
No report due to absence of Dr. Martinez.

BUILD AMERICA BONDS PROGRAM (INFORMATION ONLY)
Dr. Maldonado deferred to Mr. Robert Tijerina, Financial Advisor, to make the presentation. Mr. Tijerina presented the types of Build America Bonds and the requirements. It was decided not to use Build America Bonds because it was not advantageous to LCC based on the small annual benefit, potential annual debt service, interest earnings, and coverage calculations.

Consideration and approval of a RESOLUTION AUTHORIZING “LAREDO COMMUNITY COLLEGE DISTRICT COMBINED FEE REVENUE REFUNDING BONDS, SERIES 2010”; ENTERING INTO A PURCHASE CONTRACT, AN ESCROW AGREEMENT, AND A PAYING AGENT/REGISTRAR AGREEMENT; APPROVING AN OFFICIAL STATEMENT FOR USE IN THE MARKETING OF THE BONDS; AND AUTHORIZING AND APPROVING OTHER MATTERS RELATED THERETO.

Dr. Maldonado reported that an increase in interest rates placed the refinancing in an undesirable position for the college. Dr. Maldonado deferred to Mr. Tijerina to make the presentation. Mr. Tijerina reported that since rates in the range of the bonds to be refunded have risen, the savings no longer reach the 3% threshold. Mr. Tijerina asked that the Board authorize Dr. Maldonado to enter into an agreement when the selling of the bonds has beneficial savings. Mr. Daniel M. Martinez, Bond Counsel, indicated that there was a revised resolution, which was distributed, that gives Dr. Maldonado this authority. Mr. Tijerina presented the refunding analysis. He noted that if the rates do not change to the benefit of the College within six months, they would need to come back to the Board to obtain authorization again. Mr. Sherwood moved to approve the consideration and approval of a resolution authorizing “Laredo Community College District combined fee revenue refunding bonds, series 2010”; entering into a purchase contract, an escrow agreement, and a paying agent/registrar agreement; approving an
official statement for use in the marketing of the bonds; and authorizing and approving other matters related thereto. Mr. Cavazos seconded the motion; motion carried unanimously.

Dr. Maldonado deferred to Mr. Tijerina to make the presentation. Mr. Tijerina presented the Post-Pricing Report of Combined Fee Revenue Bonds, Series 2010 and Maintenance Tax Notes, Series 2010. Mr. Tijerina thanked the staff for putting the information together for the rating trip to New York and Board members that attended for delivering the pertinent information to the rating companies – Moody’s, Standard & Poor’s, and Fitch. He reported that the College received a two-notch rating upgrade on the Maintenance Tax Notes from A to AA- from Standard & Poor’s. The Board and Dr. Maldonado also thanked everyone for their hard work.

Mr. Sherwood inquired if the bonds were purchased. Mr. Tijerina mentioned that the bonds were sold yesterday in less than two hours and the rates are fixed and locked. Dr. Maldonado inquired about a payment in August that is due instead of in February 2011. Mr. Tijerina reported that the underwriters requested a payment in August instead of February to keep LCC above the 1.2% coverage. Dr. Maldonado noted that the August payment will come out of the bookstore reserve fund account, which has a balance of about $820,000. Mr. Sherwood made a motion to approve the consideration and approval of a resolution authorizing "Laredo Community College District combined fee revenue bonds, series 2010"; entering into a purchase contract and a paying agent/registrar agreement; approving an official statement for use in the marketing of the bonds; and authorizing and approving other matters related thereto. Mr. Cavazos seconded the motion; motion carried unanimously.

Ms. Mares noted that all information has been presented. Mr. Sherwood moved to approve the consideration and approval of a resolution authorizing the issuance of “Laredo Community College District maintenance tax notes, series 2010”; entering into a purchase agreement and a paying agent/registrar agreement; approving an official statement; and authorizing and approving other matters related thereto. Mr. Carranco seconded the motion; motion carried unanimously. Mr. Tijerina thanked the Board. Dr. Maldonado indicated that there are documents that Ms. Mares and Dr. Cigarroa need to sign.

Thursday, April 29, 2010.

Dr. Maldonado announced that the Show Band 2010 Spring Concert is on Friday, April 23, 2010.
At 5:40 p.m., Mr. Carranco moved to adjourn the meeting. It was seconded by Mr. Sherwood; motion carried.