

State Finance Committee Meeting Minutes
Olympia, Washington
February 5, 2018
3:00 pm

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

Present: Duane Davidson, State Treasurer, Chair
Jay Inslee, Governor
Cyrus Habib, Lt. Governor

Also Present: Jason Richter, Office of the State Treasurer
Svein Braseth, Office of the State Treasurer
Wendy Kancianich, Office of the State Treasurer
Rob Shelley, Piper Jaffray
Bill Tonkin, Foster Pepper PLLC
Rusty Fallis, Office of the Attorney General
Shawn Myers, Office of the State Treasurer
Scott Merriman, Office of Financial Management
Whitney Smith, Office of the State Treasurer
Matthew Schoenfeld, Office of the State Treasurer
Maggie Marshall, Office of the State Treasurer
Leslie Yonkers, Office of the State Treasurer
Anthony Hemstad, Office of the State Treasurer
Leo Marquez, Office of the State Treasurer
Libby Hollingshead, Office of the Lt. Governor

Chair Davidson called the meeting to order at 3:05 pm.

Item 1: Approval of Minutes

Treasurer Davidson introduced minutes from the December 8, 2017 at 1:30 pm State Finance Committee Meeting for approval. There were no corrections. Minutes were accepted as approved.

Item 2: Resolution 1209—Amends and restates Resolution 1207.

Treasurer Davidson introduced Resolution 1209 and asked Jason Richter, Deputy Treasurer for Debt Management to provide background on the resolution.

Mr. Richter explained that Resolution 1209 amends and restates Resolution 1207, providing for the issuance of State of Washington General Obligation Bonds (“G.O. Bonds”) in the maximum principal amount of \$1,950,000,000 for the purpose of providing funds to pay and reimburse state expenditures for various state projects.

Resolution 1207, which was approved by the State Finance Committee on December 8, 2017, provided for the issuance of G.O. Bonds in the maximum principal amount of \$785,000,000 for the 2017 Reappropriations-only Capital Budget.

Now with the 2017-19 Capital Budget and 2018 Bond Bill signed into law, Resolution 1209 amends and restates Resolution 1207 to provide for the issuance of G.O. Bonds for both reappropriations and new appropriations for the 2017-19 biennium. Of the maximum principal amount of \$1,950,000,000, approximately \$785,000,000 is expected to be allocated to reappropriations and \$1,165,000,000 is expected to be allocated to new appropriations.

Approval of the resolution was motioned by Governor Inslee, seconded by Lt. Governor Habib and adopted unanimously.

Item 3: Informational Item. Market and Bond Sales Update

Jason Richter, Deputy Treasurer of Debt Management for the Office of the State Treasurer gave a brief update on market conditions, interest rates and recent bonds sales. Mr. Richter provided an overview on the current interest rates for bond issuances. Since July 2016, interest rates have risen by just under one percent. On a historical basis, rates remain low.

Treasurer Davidson adjourned the meeting at 3:14 pm.

STATE FINANCE COMMITTEE
STATE OF WASHINGTON

By _____
Duane A. Davidson
State Treasurer and Chairman

By _____
Jay Inslee
Governor and Member

By _____
Cyrus Habib
Lieutenant Governor and Member

ATTEST:

Jason P. Richter,
Deputy State Treasurer and Secretary