

The School Board of Broward County, Florida
FINANCIAL ADVISORY COMMITTEE

MINUTES OF THE FINANCIAL ADVISORY COMMITTEE MEETING

April 8, 2022

Mr. Raymond Monteleone, Chair, called the Financial Advisory Committee Meeting to order at approximately 11:00 A.M. The meeting was held in the KCW Board room with the Committee members physically present. Roll call was done and a quorum was determined to be physically present. The Chair then asked if there was anyone from the public physically present or on the phone.

Those in Attendance:

Committee Members

Ray Monteleone - Chair, Community
Henry Robinson – Vice Chair, Community
Dane Sheldon – Community (Via Phone)
Ian Thomas – Community
Ivan Perrone – District Staff
Shelley Meloni – District Staff

Public

Daniel Cooke – Public

Invited Guests

Steven Alexander – Investment Advisor, PFM
Laura Howe - Financial Advisor, PFM
Lily Doman - Staff

For more details regarding this Financial Advisory Committee meeting, please refer to <https://www.browardschools.com/Page/35396>.

The purpose of the meeting:

- Approve Minutes of the prior meeting held on November 5, 2021

- Old Business
 - Investment Advisor – PFM Asset Management (AM)
 - AM – Market Update
 - AM – Quarterly Investment Report

 - Financial Advisor – PFM Financial Management (FM)
 - FM – Market Update
 - FM – GOB 2022
 - FM – COPs 2022B
 - FM – Master Equipment Lease Overview

- New Business
 - Other Matters that May Come Before the Committee

 - Public Questions/Comments

The first item of business on the agenda was the approval of minutes from the November 5, 2021 meeting. A motion was made, seconded and passed unanimously.

The second item of business on the agenda was presented by Mr. Steven Alexander, Investment Advisor with PFM. He provided a thorough market update and quarterly investment report reviewing the District’s portfolio performance, trade summary, compliance and asset allocation.

The next item on the agenda was presented by Ms. Laura Howe, Financial Advisor with PFM. First, she presented a brief market update, reviewing tax-exempt interest rates and market conditions over the last 3 years. Next, Ms. Howe presented an overview of General Obligation (GO) Bonds, Series 2022, which will be the final tranche of GO Bonds issued under the 2014 voter referendum (SMART Program) and Master Resolution that authorized the District to issue up to \$800M in aggregate principal for new money projects. After a thorough review and discussion, a motion was made to move forward with the issuance of GOB 2022, it was seconded and passed unanimously.

Next, Ms. Howe presented an overview of the Certificates of Participation (COPs), Series 2022B. Last December, a Reimbursement Resolution was brought before the Board in anticipation of a New Money issuance. The COPs 2022B Certificates can be structured in a way to take advantage of the material decline in the District's COP debt service starting in 2030, resulting in low cost financing and to enhance future financing. She discussed (3) three preliminary structuring scenarios and after a thorough review and discussion with the Committee, a motion was made to move forward with the issuance of COPs 2022B, it was seconded and passed unanimously.

Next, Ms. Howe presented an overview of the Master Equipment Lease Program. Under the existing agreement with Bank of America, the District is authorized to finance an additional \$225M over the next 5 years. The Master Lease Agreement allows for the financing of essential use assets with a leased term not more than 125% of useful life. This includes mostly Capital Equipment, such as, IT equipment & Software, Transportation, Energy Assets, Security Equipment, AstroTurf, Bleachers, Carpet, Office Furniture and Textbooks.

Lastly, comments and/or questions from the public.

Being no further business, the Chair adjourned the meeting at approximately at 1:00PM.