

NEW YORK CITY TRANSITIONAL FINANCE AUTHORITY

AUGUST 14, 2020

MEETINGS OF THE FINANCE COMMITTEE & BOARD OF DIRECTORS

TRANSCRIPT

GOOD AFTERNOON. I AM MARJORIE HENNING, DELEGATE FOR COMPTROLLER STRINGER AND CHAIR OF THE FINANCE COMMITTEE OF THE NEW YORK CITY TRANSITIONAL FINANCE AUTHORITY. PLEASE KEEP THE EARPHONES MUTED UNLESS YOU'RE SPEAKING. I WILL NOW CONVENE THE FINANCE COMMITTEE MEETING. RITA, CAN YOU PLEASE CALL THE ROLL FOR ATTENDANCE?

>> CONDUCTING THE ROLL. MELANIE HARTZOG?

>> JAY OLSON FOR THE BUDGET DIRECTOR.

>> SCOTT STRINGER?

>> MARJORIE HENNING FOR SCOTT STRINGER.

>> JACQUES JIHA?

>> ROBIN LEE FOR JACQUES JIHA.

>> COREY JOHNSON?

>> RAYMOND MAJEWSKI FOR COREY JOHNSON.

>> LORRAINE GRILLO?

>> LUANN COZIO FOR LORRAINE GRILLO.

>> OK, WE HAVE A QUORUM.

>> THANK YOU, RITA. THE FIRST ITEM ON THE AGENDA IS THE APPROVAL OF THE MINUTES OF THE COMMITTEE'S LAST MEETING. THE MINUTES HAVE BEEN CIRCULATED FOR REVIEW. DO ANY OF OUR COMMITTEE MEMBERS HAVE ANY CHANGES OR QUESTIONS OR COMMENTS? OK, HEARING NONE, I WILL CALL THE ROLL FOR A VOTE. MR. OLSON, HOW DO YOU VOTE?

>> IN FAVOR.

>> THANK YOU. MS. LEE, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. MAJEWSKI, HOW DO YOU VOTE?

>> AYE.

>> MS. COZIO, HOW DO YOU VOTE?

>> IN FAVOR.

>> THANK YOU. AND I, MARJORIE HENNING, VOTE IN FAVOR OF THE RESOLUTION. THE RESOLUTION IS HEREBY ADOPTED. THE NEXT ITEM ON THE AGENDA IS A RESOLUTION WHICH WOULD RECOMMEND THE BOARD OF DIRECTORS APPROVE THE 109th SERIES RESOLUTION AUTHORIZING THE ISSUANCE OF UP TO 1.75 BILLION OF FUTURE TAX-SECURED BONDS ISSUED AS FISCAL 2021, SERIES "A" AND "B." WE EXPECT TO ISSUE APPROXIMATELY 1.6 BILLION, BUT AS USUAL, HAVE BUILT IN A CUSHION TO ACCOMMODATE FLUCTUATING MARKET CONDITIONS. THE EXPECTED BREAKOUT OF THE SUBSERIES IS AS FOLLOWS: FISCAL 2021, SERIES "A"—WE HAVE TOTAL EXPECTED ISSUANCE OF 1.25 BILLION AS FIXED-RATE, TAX-EXEMPT REFUNDING BONDS. THE LEAD UNDERWRITER IS BANK OF AMERICA. THE EXPECTED TRUE-INTEREST COST IS 1.8% AND THE NOT-TO-EXCEED-TRUE-INTEREST COST IS 2.8%. THE NEXT SERIES IS FISCAL 2021 B1. THE EXPECTED ISSUANCE IS APPROXIMATELY 76.9 MILLION OF FIXED-RATE, TAX-EXEMPT REFUNDING BONDS. THE LEAD UNDERWRITER IS BANK OF AMERICA. THE EXPECTED T.I.C. IS 2.46, THE NOT-TO-EXCEED T.I.C, OR TRUE-INTEREST COST, IS 3.46. THE NEXT SERIES IS OUR FISCAL 2021 SERIES B2 BOND. EXPECTED AMOUNT OF ISSUANCE IS APPROXIMATELY 137 MILLION OF FIXED-RATE, TAXABLE REFUNDING BONDS. THESE BONDS WOULD BE SOLD BY COMPETITIVE BID WITH AN EXPECTED T.I.C. OF 1.25% AND A NOT-TO-EXCEED T.I.C. OF 2.25%. FINALLY, WE HAVE THE SERIES 2021 SERIES B2 BONDS WITH AN EXPECTED ISSUANCE OF APPROXIMATELY 138 MILLION OF FIXED-RATE, TAXABLE REFUNDING BONDS, AND THESE WILL ALSO BE COMPETITIVELY BID WITH AN EXPECTED T.I.C. OF 2.24% AND A NOT-TO-EXCEED T.I.C. OF 3.24%. THE TOTAL EXPECTED PRESENT-VALUE SAVINGS IS \$368 MILLION, OR APPROXIMATELY 18.5 % OF THE REFUNDED CORE AMOUNT. WE EXPECT TO HAVE THE INSTITUTIONAL PRICING AND COMPETITIVE BIDS ON AUGUST 19th. AND THE EXPECTED CLOSING DATE IS SEPTEMBER 1st. ARE THERE ANY QUESTIONS OR COMMENTS REGARDING THE PROPOSED RESOLUTION? HEARING NONE, I WILL NOW CALL THE ROLL FOR A VOTE. MR. OLSON, HOW DO YOU VOTE?

>> IN FAVOR.

>> MS. LEE, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. MAJEWSKI, HOW DO YOU VOTE?

>> IN FAVOR.

>> MS. COZIO, HOW DO YOU VOTE?

>> IN FAVOR.

>> AND I ALSO VOTE IN FAVOR OF THE RESOLUTION. THE RESOLUTION IS HEREBY ADOPTED. IF THERE'S NO FURTHER BUSINESS BEFORE THE COMMITTEE, I WILL NOW CALL THE ROLL FOR ADJOURNMENT. MR. OLSON, HOW DO YOU VOTE?

>> IN FAVOR.

>> MS. LEE, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. MAJEWSKI, HOW DO YOU VOTE?

>> IN FAVOR.

>> AND MS. COZIO, HOW DO YOU VOTE?

>> IN FAVOR.

>> AND I, TOO, VOTE IN FAVOR OF ADJOURNMENT. THANK YOU ALL FOR YOUR PARTICIPATION. THE FINANCE COMMITTEE IS HEREBY ADJOURNED. WE WILL NOW MOVE ON TO THE BOARD OF DIRECTORS MEETING, WHICH WILL BE CHAIRED BY MR. OLSON.

>> THANK YOU, MADAM DEPUTY CONTROLLER. GOOD AFTERNOON. I'M JAY OLSON, DELEGATE FOR THE BUDGET DIRECTOR, MELANIE HARTZOG, AND CHAIR OF THE BOARD OF DIRECTORS, THE NEW YORK CITY TRANSITIONAL FINANCE AUTHORITY. I WOULD LIKE TO CONVENE A MEETING OF THE BOARD OF DIRECTORS BY ASKING FOR THE ROLL TO BE CALLED FOR ATTENDANCE. MS. PASSERELLE?

>> CONDUCTING THE ROLL. MELANIE HARTZOG.

>> JAY OLSON FOR THE BUDGET DIRECTOR.

>> SCOTT STRINGER.

>> MARJORIE HENNING FOR SCOTT STRINGER.

>> JACQUES JIHA.

>> ROBIN LEE FOR JACQUES JIHA.

>> COREY JOHNSON.

>> RAYMOND MAJEWSKI FOR COREY JOHNSON.

>> LORRAINE GRILLO.

>> LUANN COZIO FOR LORRAINE GRILLO.

>> AND WE HAVE A QUORUM.

>> THANK YOU, MS. PASSERELLE. THE FIRST ITEM ON THE AGENDA IS A RESOLUTION APPROVING THE MINUTES OF THE BOARD'S LAST MEETING. THE MINUTES HAVE BEEN CIRCULATED FOR REVIEW TO THE BOARD. ARE THERE ANY COMMENTS OR CORRECTIONS? HEARING NONE, I WILL NOW CALL A ROLL FOR THE VOTE. MS. HENNING, HOW DO YOU VOTE?

>> I VOTE IN FAVOR.

>> MS. LEE, HOW DO YOU VOTE?

>> IN FAVOR.

>> MS. COZIO, HOW DO YOU VOTE?

>> IN FAVOR.

>> AND MR. MAJEWSKI, HOW DO YOU VOTE?

>> IN FAVOR.

>> THANK YOU, AND I, JAY OLSON, ALSO VOTE IN FAVOR OF THE PROPOSED RESOLUTION. THE RESOLUTION IS HEREBY APPROVED. NEXT UP, THE NEXT ITEM ON THE AGENDA IS THE APPROVAL OF THE 109th SERIES RESOLUTION, WHICH WOULD AUTHORIZE THE ISSUANCE OF UP TO 1.75 BILLION OF FISCAL 2021 SERIES "A" AND "B" FUTURE TAX-SECURED BONDS. THIS ACTION HAS BEEN RECOMMENDED BY THE FINANCE COMMITTEE. ARE THERE ANY QUESTIONS OR DISCUSSION? HEARING NONE, I WILL NOW CALL THE ROLL FOR A VOTE. MS. HENNING, HOW DO YOU VOTE?

>> I VOTE IN FAVOR.

>> MS. LEE, HOW WOULD YOU VOTE?

>> IN FAVOR.

>> MS. COZIO, HOW WOULD YOU VOTE?

>> IN FAVOR.

>> AND MR. MAJEWSKI?

>> IN FAVOR.

>> AND I, JAY OLSON, MOST CERTAINLY VOTE IN FAVOR OF THE PROPOSED RESOLUTION. THE RESOLUTION IS HEREBY APPROVED. IF THERE'S NO FURTHER BUSINESS BEFORE THE BOARD, I WILL NOW CALL THE ROLL FOR A VOTE TO ADJOURN. MS. HENNING?

>> IN FAVOR.

>> MS. LEE?

>> IN FAVOR.

>> MS. COZIO?

>> IN FAVOR.

>> MR. MAJEWSKI.

>> IN FAVOR.

>> AND I, JAY OLSON, VERY MUCH VOTE IN FAVOR ADJOURNMENT. THANK YOU ALL SO MUCH FOR YOUR PARTICIPATION. THE BOARD OF DIRECTORS MEETING IS NOW ADJOURNED. DEB?

>> THANK YOU. BYE.

>> THANK YOU, EVERYONE.

>> THANK YOU.

>> THANK YOU ALL. STAY SAFE.

>> BYE-BYE.

>> BYE-BYE.