MINUTES
UNIVERSITY OF HOUSTON SYSTEM
BOARD OF REGENTS
FINANCE AND ADMINISTRATION COMMITTEE

Friday, November 14, 2014 – The members of the Finance and Administration Committee of the University of Houston System convened at 1:45 p.m. on Friday, November 14, 2014 at the University of Houston, Athletics/Alumni Center, Melcher Board Room 100B, 3100 Cullen Boulevard, Houston, Texas, with the following members participating:

ATTENDANCE –

Present	Non-Member(s) Present
Spencer D. Armour, III, Chair	Beth Madison, Regent
Welcome W. Wilson, Jr., Vice Chair	Paula M. Mendoza, Regent
Jarvis V. Hollingsworth, Member	Roger F. Welder, Regent
Peter K. Taaffe, Member	Asit R. Shah, Student Regent
Tilman J. Fertitta, Ex Officio	

In accordance with a notice being timely posted with the Secretary of State and there being a quorum of the board present, Chair of the Committee, Spencer D. Armour, III called the meeting to order.

Regent Armour moved to the first item on the agenda, Item B, the approval of the minutes from the Finance and Administration Committee meetings:

1. May 7, 2014, Finance and Administration Committee Meeting
2. August 20, 2014, Finance and Administration Committee Meeting

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AGENDA ITEMS

Action Items:

1. Approval of Minutes – Item B

On motion of Regent Taaffe, seconded by Regent Wilson, Jr., and by a unanimous vote of the members in attendance, the minutes from the following meetings listed below were approved:

- May 7, 2014, Finance and Administration Committee Meeting
- August 20, 2014, Finance and Administration Committee Meeting

Regent Armour stated the committee would be presented two (2) agenda items: one (1) item requiring committee action and one (1) item for information only. Regent Armour then requested Dr. Carlucci introduce the first agenda item requiring committee approval.

2. Approval to is requested for the UH System Board of Regents Finance and Administration Standing Committee Charter – University of Houston System, Item C, F&A-C

   Dr. Carlucci stated that charters for several of the standing committees had been presented at various meetings held earlier in the day. The Finance and Administration Standing Committee Charter was a housekeeping item. It is requested by the Board Bylaws, Section 5.4, and basically confirms what the Board already does. This committee charter is consistent with Board policy and has oversight of budget and financial recommendations, including the Chancellor's recommendations on annual budgets and tuition and fees, etc.

On motion of Regent Taaffe, seconded by Regent Wilson, Jr., and by a unanimous vote of the regents in attendance, the request for the UH System Board of Regents Finance and Administration Standing Committee Charter – University of Houston System was approved.

At the conclusion of the above presentation, Regent Armour requested a motion to place this item on the Board of Regents' Consent Docket Agenda for final Board approval.

On motion of Regent Wilson, Jr., seconded by Regent Taaffe, and by a unanimous vote of the members in attendance, the following item will be placed on the Board of Regents' Consent Docket Agenda for final Board approval at the Board of Regents meeting held later today, November 14, 2014.

1. Approval is requested to for the UH System Board of Regents Finance and Administration Standing Committee Charter - University of Houston System;

Information Item(s):

1. Report on the Sale of the Consolidated Revenue Refunding Bonds, Series 2014 – University of Houston System, Item D – F&A-D.

   Dr. Carlucci introduced this item to the committee and stated that the university has always tried to take advantage of market conditions and refinance our debt when it was appropriate to get a lower rate. The UH System competitively sold $47.9 million of Series 2014 bonds on October 21, 2014. Dr. Carlucci asked Mr. Raymond Bartlett, Treasurer for the UH System, to address this report in further detail.

   Mr. Bartlett stated that the university had a very successful bond sale and the university sold $47.9 million of refunding bonds on October 21, 2014 – the remaining portion of the Series 2006 bonds that were outstanding. There were nine (9) bids from underwriters due to the strength of our credit. Citigroup was the lowest bid of the nine (9) and they bid an interest rate of 2.56%, so over the next 16 years (which is the life of these bonds) this will save the university, on a gross basis, $9.1 million over this time period. This equates to approximately $570,000 per year of which 77% of that accrues to the UH System and the balance goes back to the State of Texas since a portion of the refunded bonds are tuition revenue bonds (TRBs).

This item was presented for information only and required no committee action.

There was no Executive Session held.

There being no further business to come before the committee the meeting adjourned at 1:54 p.m.

All documentation submitted to the Committee in support of the foregoing action items, including but not limited to "Passed" agenda items and supporting documentation presented to the Committee, is incorporated herein and made a part of these minutes for all purposes; however, this does not constitute a waiver of any privileges contained herein.

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Others Present:

Renu Khator
Carl Carlucci
Paula Myrick Short
Dona Cornell
Elwyn Lee
Richard Walker
William Flores
Vic Morgan
William Staples
Mark Yzaguirre
Don Price
Gerry Mathisen
Raymond Bartlett
Wayne Beran
Mike Emery
Dana Rooks
David Bradley
Carl Stockton
Don Guyton
Erin O'Keefe
Brian Alexander
Brian Thomas
Marquette Hobbs
Emily Messa
Dan Maxwell
Jeffrey Cass
Dan Wells
Branda Lumpkin
Phil Booth
Mara Afri
Joe Brueggman
Richard Bonnin
Sacha Ryder
Brenda Robles