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AGENDA ITEMS FOR THE STATE BOND COMMISSION

DECEMBER 17, 2002

ROOM 1E LEGISLATIVE OFFICE BUILDING

10:30 A.M.

SOURCE OF FUNDS	ITEM NO.	GENERAL OBLIGATION ALLOCATIONS	REVENUE BONDS/OTHER TRANSACTIONS
PUBLIC ACT #420, 1986 AS AMENDED SECTIONS 1 THROUGH 10	Item 1	\$3,200,000 =====	=====
CLEAN WATER FUND REVENUE BOND SALE AND REFUNDING BOND SALE	Item 2	=====	\$525,000,000 =====
TAXABLE GENERAL OBLIGATION BOND SALE	Item 3	=====	\$3,200,000 =====
TAXABLE GENERAL OBLIGATION BOND SALE	Item 4	=====	\$100,000,000 =====
SECTION 32-142, CGS AS AMENDED	Item 5		\$86,552,700 =====
MEETING DATES FOR 2003	Item 6		
APPROVAL OF DECLARATION OF OFFICIAL INTENT PURSUANT TO FEDERAL INCOME TAX REGULATIONS	Item 7		

FINDINGS

AGENDA ITEMS FOR THE STATE BOND COMMISSION
DECEMBER 17, 2002
ROOM 1E LEGISLATIVE OFFICE BUILDING
10:30 A.M.

UNLESS OTHERWISE NOTED, THE SECRETARY OF THE STATE BOND COMMISSION HAS ON FILE THE FOLLOWING MATTERS WITH RESPECT TO EACH REQUEST MADE TO THE STATE BOND COMMISSION FOR TODAY'S MEETING AS DETAILED THROUGH THE ATTACHED AGENDA ITEMS.

1. ANY HUMAN SERVICES FACILITY COLOCATION STATEMENT IF SO REQUESTED BY THE SECRETARY OF THE OFFICE OF POLICY AND MANAGEMENT PURSUANT TO CGS §4B-23.
2. ANY PROJECT WHICH INVOLVES THE USE OF 25 ACRES OR MORE OF PRIME FARMLAND FOR NONAGRICULTURAL PURPOSES HAS BEEN REVIEWED IN ACCORDANCE WITH THE PROVISIONS OF PUBLIC ACT NO. 83-102 (AN ACT CONCERNING STATE PROJECTS WHICH TAKE PRIME FARMLAND) AND THAT THE COMMISSIONER OF AGRICULTURE HAS FILED A STATEMENT INDICATING THAT EACH SUCH PROJECT PROMOTES AGRICULTURE OR THE GOAL OF AGRICULTURAL LAND PRESERVATION, OR THERE IS NO REASONABLE ALTERNATIVE SITE FOR THE PROJECT, OR THE PROJECT IS NOT APPLICABLE UNDER THE ACT.
3. ANY CAPITAL DEVELOPMENT IMPACT STATEMENT REQUIRED TO BE FILED WITH THE SECRETARY OF THE OFFICE OF POLICY AND MANAGEMENT, IF SO REQUIRED BY THE SECRETARY, PURSUANT TO CGS §4B-23.
4. ANY ADVISORY STATEMENT REGARDING THE STATE CONSERVATION AND DEVELOPMENT POLICIES PLAN REQUIRED BY CGS §16A-31 FOR EACH ITEM FOR WHICH AN ADVISORY STATEMENT IS REQUIRED BY CGS §16A-31, AND THE ITEM IS EITHER IN CONFORMITY WITH THE PLAN OR NOT ADDRESSED THEREIN.

PUBLIC ACT #420, 1986

AS AMENDED

SEC. 1-10

ITEM NO. 1

DEPARTMENT OF ENVIRONMENTAL PROTECTION

CLEAN WATER FUND

REQUESTED: An Allocation and Bond Authorization
of General Obligation Bonds (to Agency).....\$3,200,000

FROM: Acct. No. 6864-3105-999

	<u>G.O. Bonds</u>
Total Authorized	\$741,030,000
Previous Allocations	<u>671,866,432</u>
Balance Unallocated	<u>\$ 69,163,568</u>

REASON FOR REQUEST:

These funds are requested to provide a state match for clean water fund revenue bonds authorized to be issued by the State Bond Commission as requested under Item 3.

In accordance with Public Act 86-420, as amended, a combined sewer project shall receive a grant of fifty percent of the cost and a loan of fifty percent of the cost. Any other eligible water quality project shall receive a grant of twenty percent of the cost and a loan of eighty percent of the cost. However, a construction project undertaken for nitrogen removal shall receive a project grant of up to thirty per cent of the cost of the project associated with nitrogen removal and a loan for the remainder of the costs of the project, not exceeding one hundred per cent. Also in accordance with Public Act 86-420, as amended, revenue bonds shall not constitute a charge, lien or encumbrance, legal or equitable, upon any property of the State or of any political subdivision thereof, except the property mortgaged or otherwise encumbered under the provisions and for the purposes of Sections 22a-475 to 22a-483 of the General Statutes, inclusive.

ITEM NO. 2

STATE TREASURER

CLEAN WATER FUND REVENUE BONDS

REQUESTED:

Authorization to issue and sell Clean Water Fund Revenue Bonds of the State, 2003 Series A, in an amount not to exceed \$125,000,000; the adoption of a general bond resolution entitled "State Revolving Fund General Obligation Revenue Bond General Resolution; authorization to issue and sell State Revolving Fund General Obligation Revenue Bonds of the State in an amount not to exceed \$125,000,000; authorization to issue and sell State Revolving Fund Refunding General Obligation Revenue Bonds of the State in an amount not to exceed \$400,000,000; adoption of the Series Resolution or the General Obligation Revenue Bonds Series Resolution and adopting the Refunding Series Resolution.

SUGGESTED RESOLUTION:

RESOLUTION OF THE STATE BOND COMMISSION AUTHORIZING (i) THE TREASURER TO ISSUE AND SELL AN AMOUNT NOT TO EXCEED \$125,000,000 CLEAN WATER FUND REVENUE BONDS OF THE STATE 2003 SERIES A; (ii) THE ADOPTION OF A GENERAL BOND RESOLUTION ENTITLED "STATE REVOLVING FUND GENERAL OBLIGATION REVENUE BOND GENERAL RESOLUTION"; (iii) THE TREASURER TO ISSUE AND SELL AN AMOUNT NOT TO EXCEED \$125,000,000 STATE REVOLVING FUND GENERAL OBLIGATION REVENUE BONDS; AND (iv) THE TREASURER TO ISSUE AND SELL AN AMOUNT NOT TO EXCEED \$400,000,000 STATE REVOLVING FUND REFUNDING GENERAL OBLIGATION REVENUE BONDS PURSUANT TO PUBLIC ACT NO. 86-420 OF THE FEBRUARY 1986 SESSION OF THE GENERAL ASSEMBLY OF THE STATE OF CONNECTICUT, AS AMENDED; ADOPTING THE SERIES RESOLUTION OR THE GENERAL OBLIGATION REVENUE BONDS SERIES RESOLUTION AND ADOPTING THE REFUNDING SERIES RESOLUTION.

BE IT RESOLVED BY THE STATE BOND COMMISSION OF THE STATE OF CONNECTICUT AS FOLLOWS:

Section 1. In accordance with Public Act No. 86-420 of the February 1986 Session of the General Assembly of the State of Connecticut, as amended (the "Act"), the State Treasurer is hereby authorized to issue and sell Clean Water Fund Revenue Bonds of the State (the "Bonds") authorized by this Commission to be issued in the aggregate principal amount not to exceed \$125,000,000. The Treasurer is delegated the authority to determine the terms and particulars of the Bonds in accordance with the provisions of the resolution hereinafter mentioned.

ITEM NO. 2 (Cont'd.)

Section 2. This Commission hereby approves the adoption of the General Bond Resolution entitled "State Revolving Fund General Obligation Revenue Bond General Resolution" with such changes, substitutions, deletions, additions or amendments as the Treasurer shall determine to be necessary or appropriate, in the best interest of the State and in accordance with the intent of its passage at this meeting, and any and all delegations of authority granted to the Treasurer under said general resolution are hereby expressly ratified.

Section 3. In accordance with Public Act No. 86-420 of the February 1986 Session of the General Assembly of the State of Connecticut, as amended (the "Act"), the State Treasurer is hereby authorized to issue and sell State Revolving Fund General Obligation Revenue Bonds (the "General Obligation Revenue Bonds") authorized by this Commission to be issued in the aggregate principal amount not to exceed \$125,000,000. The Treasurer is delegated the authority to determine the terms and particulars of the Bonds in accordance with the provisions of the resolution hereinafter mentioned.

Section 4. In accordance with Public Act No. 86-420 of the February 1986 Session of the General Assembly of the State of Connecticut, as amended (the "Act"), the State Treasurer is hereby authorized to issue and sell State Revolving Fund Refunding General Obligation Revenue Bonds (the "Refunding Bonds") authorized by this Commission to be issued in the aggregate principal amount not to exceed \$400,000,000. The Treasurer is delegated the authority to determine the terms and particulars of the Refunding Bonds in accordance with the provisions of the resolution hereinafter mentioned.

Section 5. The Treasurer is authorized to sell such Bonds and Refunding Bonds at public sale on sealed proposals or by negotiation, in such manner, at such price or prices, at such time or times, and on such terms and conditions as the Treasurer shall determine to be in the best interests of the State.

Section 6. Pursuant to the Clean Water Fund Revenue Bond Program General Bond Resolution adopted on December 7, 1990, as amended (the "General Resolution") or the State Revolving Fund General Obligation Revenue Bond General Bond Resolution adopted on the date hereof (the "State Revolving Fund General Resolution"), as applicable, and in accordance with Section 9 of the Act, the issuance of the Bonds or the General Obligation Revenue Bonds, as applicable, shall be authorized by a series resolution of the State containing the terms and conditions of their issuance and delivery. The series resolution submitted to this Commission entitled "A Series Resolution Authorizing the Issuance of \$125,000,000 Clean Water Fund Revenue Bonds, 2003 Series A" (the "Series Resolution") or the series resolution submitted to this Commission entitled "A Series Resolution Authorizing the Issuance of \$125,000,000 State Revolving Fund General Obligation

ITEM NO. 2 (Cont'd.)

Revenue Bonds" (the "General Obligation Revenue Bonds Series Resolution"), as applicable, is hereby approved, with such changes, substitutions, deletions, additions or amendments as the Treasurer shall determine to be necessary or appropriate, in the best interest of the State and in accordance with the intent of its passage at this meeting, and any and all delegations of authority granted under the Series Resolution or the General Obligation Revenue Bonds Series Resolution, as applicable, to the Treasurer are hereby expressly ratified.

Section 7. Pursuant to the State Revolving Fund General Resolution adopted on the date hereof and in accordance with Section 9 of the Act, as amended, the issuance of the Refunding Bonds shall be authorized by a series resolution of the State containing the terms and conditions of their issuance and delivery. The series resolution submitted to this Commission entitled "A Series Resolution Authorizing the Issuance of \$400,000,000 State Revolving Fund Refunding General Obligation Revenue Bonds" (the "Refunding Series Resolution") is hereby approved, with such changes, substitutions, deletions, additions or amendments as the Treasurer shall determine to be necessary or appropriate, in the best interest of the State and in accordance with the intent of its passage at this meeting, and any and all delegations of authority granted under the Series Resolution to the Treasurer are hereby expressly ratified.

Section 8. The Treasurer is hereby further authorized to cause the preparation and distribution of a Preliminary Official Statement of the State for use in connection with the offering and sale of the Bonds. Upon the sale of the Bonds, the Treasurer shall prepare and distribute a final Official Statement and is hereby authorized to execute and deliver such Official Statement to the purchasers of the Bonds in the name and on behalf of the State.

Section 9. This resolution shall take effect immediately.

ITEM NO. 3

STATE TREASURER

TAXABLE GENERAL OBLIGATION BONDS

REQUESTED: Authorization to issue and sell taxable general obligation bonds of the State in an amount not to exceed \$3,200,000

SUGGESTED RESOLUTION:

RESOLUTION OF THE STATE BOND COMMISSION AUTHORIZING THE TREASURER TO ISSUE AND SELL AN AMOUNT NOT TO EXCEED \$3,200,000 TAXABLE GENERAL OBLIGATION BONDS OF THE STATE

BE IT RESOLVED BY THE STATE BOND COMMISSION OF THE STATE OF CONNECTICUT AS FOLLOWS:

Section 1. The State Treasurer is authorized to issue and sell general obligation bonds of the State (heretofore authorized to be issued by this Commission) in the aggregate principal amount not to exceed \$3,200,000. In accordance with Section 3-20 of the General Statutes of Connecticut, as amended, the issuance of such bonds in such form and manner that the interest thereon maybe includable in the gross income of the owners thereof for federal income tax purposes is hereby found to be in the public interest.

Section 2. The Treasurer is authorized to sell such bonds in such manner, at such price or prices, at such time or times, and on such terms and conditions as the Treasurer shall determine to be in the best interests of the State, initially as a private placement by the Treasurer to the Clean Water Fund of the State established pursuant to Public Act 86-420 of the February 1986 Session of the General Assembly of the State of Connecticut, as amended.

Section 3. The Treasurer is further delegated the authority to enter agreements on behalf of the State with respect to the issuance and sale of said bonds, including financial advisory agreements, bond purchase agreements, secondary market disclosure agreements and agreements with respect to the issuances, sale and securing of such bonds, including agreements referred to in Section 3-20a of the General Statutes and tax compliance agreements, and the full faith and credit of the State is hereby pledged to the State's payment obligations under any such agreements.

ITEM NO. 3 (Cont'd)

Section 4. The Treasurer is further delegated the authority to determine the form, date or dates, maturities of serial or term bonds, date and manner of sale, interest rate or rates and due dates thereof, and all other terms and particulars of such bonds including denominations and designation, registration, conversion and transfer privileges and terms of redemption with or without premium, as she shall determine to be in the best interests of the State, provided she shall file a certification of determination with the Secretary of the State Bond Commission on or before the date of delivery of such bonds setting forth the details and particulars of such bonds determined by her in accordance with this delegation.

Section 5. The Treasurer is hereby further authorized to cause the preparation and distribution of a marketing document or documents, including a Preliminary Official Statement or Official Statement of the state for use in connection with the offering and sale of the Bonds should such document or documents be deemed necessary by the Treasurer.

Section 6. This resolution shall take effect immediately.

ITEM NO. 4

STATE TREASURER

BOND SALE

TAXABLE GENERAL OBLIGATION BONDS

REQUESTED: Authorization to issue and sell taxable general obligation bonds of the State in an amount not to exceed \$100,000,000

SUGGESTED RESOLUTION:

The State Treasurer is authorized to issue and sell general obligation bonds of the State, which were previously authorized to be issued by this Commission, or which may be authorized to be issued by this Commission prior to their sale, in an aggregate principal amount not to exceed \$100,000,000. The issuance of such bonds in such form and manner that the interest thereon may be includable in the gross income of the owners thereof for Federal income tax purposes is hereby found to be in the public interest.

The Treasurer is authorized to consolidate for sale bonds authorized to be issued under two or more bond acts and issue the same as a single bond issue provided that a separate maturity schedule for the bonds authorized under each bond act shall be established and filed with the Secretary of the State Bond Commission prior to the delivery of the bonds.

The Treasurer is authorized to sell such bonds at public sale on sealed proposals or by negotiation, in such manner, at such price or prices, at such time or times, and on such terms and conditions as the Treasurer shall determine to be in the best interests of the State.

The Treasurer is authorized to enter into agreements on behalf of the State with respect to the issuance and sale of said bonds, including financial advisory agreements, bond purchase agreements, secondary market disclosure agreements, tax regulatory agreements and agreements with respect to the issuance, sale and securing of such bonds.

The Treasurer is authorized to determine the form, date or dates, maturities of serial or term bonds, date and manner of sale, interest rate or rates and due dates thereof (including the issuance of such bonds at fixed rates or variable rates, and as capital appreciation or current interest bonds), the denominations and designation of such bonds, registration, conversion and transfer privileges, the terms of redemption with or without premium, and all other terms and conditions of such bonds and of the issuance and sale thereof, as she shall determine to be in the best interests of the State, provided that she shall file a certificate of determination with the Secretary of the State Bond Commission on or before the date of delivery of such bonds setting forth the details and particulars of such bonds determined by her in accordance with this delegation.

ITEM NO. 4 (Cont'd.)

The Treasurer is authorized to enter into on behalf of the State such reimbursement agreements, remarketing agreements, standby bond purchase agreements and any other necessary or appropriate agreements in connection with obtaining any liquidity facility or credit facility with respect to such bonds, and to determine the terms and conditions of any such agreement. The Treasurer may pledge the full faith and credit of the State to the State's payment obligations under any such agreement.

The Treasurer is authorized to enter into on behalf of the State such swap or other contracts with respect to such bonds and any other necessary or appropriate agreements in connection with obtaining any such contract, with such terms and conditions and parties as the Treasurer may determine, as provided in and subject to the requirements of Section 3-20a(c) of the Connecticut General Statutes. The Treasurer is authorized to pledge the full faith and credit of the State to the State's payment obligations under any such contract.

SECTION 32-142 OF THE GENERAL STATUTES
AS AMENDED BY SECTION 9 OF
PUBLIC ACT 01-7 OF THE JUNE SPECIAL SESSION

ITEM NO. 5

PRIVATE ACTIVITY BONDS

REQUESTED: Approval of a "Resolution Authorizing the Carryforward of \$86,552,700 of 2002 Volume Cap and Approval for its use by the Connecticut Housing Finance Authority for the Affordable Homeownership Program and the Connecticut Higher Education Supplemental Loan Authority (CHESLA) to fund the CT Family Education Loan Program and it is found and determined that approval of this action would be in the best interest of the State"

Summary of Private Activity Bond Issuances by State Issuers
Calendar Year 2002

Source:

<u>Issuers</u>	<u>Allocation</u>	<u>Amount Issued</u>	<u>Balance Remaining</u>
CHFA	\$154,128,600	\$154,128,300	\$ 300
CDA	32,110,125	13,500,000	18,610,125
Municipal/Contingency/ CHESLA	70,642,275	2,700,000	67,942,275
Total	<u>\$256,881,000</u>	<u>\$170,328,300</u>	<u>\$86,552,700</u>

Use:

<u>Issuer</u>	<u>Program</u>	<u>Amount Approved</u>
CHFA	Affordable Homeownership	\$56,552,700
CHESLA	Ct Family Education Loan Program	30,000,000
Total		<u>\$86,552,700</u>

REASON FOR REQUEST:

The unissued total of \$86,552,700 from the 2002 statutory allocation will be carried forward for use by the Connecticut Housing Finance Authority in the Affordable Homeownership Program and by the Connecticut Higher Education Supplemental Loan Authority to fund the CT Family Education Loan Program. Such carryforward funds are available for use in the course of the next 3 calendar years.

ITEM NO. 6

MEETING DATES FOR 2003

REQUESTED: Approval of Proposed State Bond Commission Meeting Dates
for 2003 As Follows

January 31, 2003
February 28, 2003
March 28, 2003
April 25, 2003
May 30, 2003
June 27, 2003
July 25, 2003
August 29, 2003
September 19, 2003
October 31, 2003
December 19, 2003

The regular meeting date will be the last Friday of the month with the exception of the meeting to be held on September 19th, in observance of Rosh Hashanah on September 26th, and the meeting to be held on December 19th, in lieu of the November and December meetings.

The meetings will be held in Room 1E of the Legislative Office Building and are scheduled for 10:30 A.M.

ITEM NO. 7

STATE TREASURER/OFFICE OF POLICY AND MANAGEMENT

REQUESTED: Approval of Requests and Certificates and Resolutions and the Filing of the State Treasurer's Certificate as to State Indebtedness and the Declaration of Official Intent Pursuant to Federal Income Tax Regulations

SUGGESTED MOTION:

RESOLVED, (1) that the requests and certificates and the appropriate resolutions to effect the bond authorizations and bond sales approved today are hereby approved and adopted; (2) that the resolutions and the State Treasurer's certificate as to state indebtedness made in accordance with section 3-21 of the general statutes, as amended, be made a part of the record of today's meeting; (3) that the State hereby declares the official intent of the State required pursuant to Section 1.150-2 of the Federal Income Tax Regulations, Title 26, with respect to each of the agenda items approved today, to the effect that the State reasonably expects to reimburse from the proceeds of borrowings any and all expenditures paid from the bond fund accounts designated and functionally described in each such agenda item or bond authorization resolution, in an amount anticipated not to exceed the amount of the authorization contained in such item or bond authorization resolution, and that the Secretary of the Office of Policy and Management and the Treasurer are authorized to amend this declaration of official intent on behalf of the State for any such item; and (4) that the State Treasurer is authorized to make representations and enter into agreements to provide secondary market disclosure information with respect to borrowings by State authorities or other entities, or by the State itself, in connection with which the State may be an obligated party under Rule 15c2-12 of the Securities and Exchange Commission.