

**MINUTES OF THE BOARD OF REGENTS
NEW MEXICO STATE UNIVERSITY**

1. CALL TO ORDER

The Board of Regents of New Mexico State University met in the Regents Room, Educational Services Center, Las Cruces, New Mexico on April 16, 2014.

Chair Cheney called the meeting to order at 9:18 a.m.

Regents Present	Mike Cheney, Chair (present) Kari Mitchell, Vice Chair (absent) Isaac J. Pino, Secretary / Treasurer (present by phone) Javier M. Gonzales, Member (absent) Jordan Banegas, Member (present)
Ex-officio Regents Present	Dennis Clason, Ph.D., Faculty Senate Chair David Maestas, President ASNMSU
Officers of the University Present	Garrey Carruthers, Ph.D., President Dan Howard, Ph.D., Executive Vice President /Provost
Chair NMSU Employee Council	Ms. Shawna Arroyo
Other Presenters	Ms. Anna Price, Associate Vice President for Budget/Controller

2. INTRODUCTIONS

- a. Introduction of Press, Elected Officials, and Others by Maureen Howard, Associate Vice President for University Communications and Marketing Service

Julie Hughes announced that Lindsay Anderson from the Las Cruces Sun News was present.

3. APPROVAL OF AGENDA

Regent Banegas motioned to remove Agenda Item 4. Approval of Minutes and insert in May 9, 2014 Meeting.

Regent Banegas moved and Regent Pino seconded to approve the agenda as amended. The motion carried unanimously.

4. APPROVAL OF MINUTES

Minutes of April 3, 2014

Agenda 4 – Removed from the Agenda

5. CONSENT ITEMS – Regent Mike Cheney, Chair

- a. Approval of Dona Ana Community College Honorary Degree Recipient – (Mr. Andrew Burke, Interim DACC Campus President)

Mr. Andrew Burke is seeking approval of the DACC Honorary Degree Recipient be awarded to Dolores Connor at the DACC Graduation Ceremony on May 8, 2014. For the many contributions she has made to the quality of life at DACC and the Las Cruces Community and her gracious generosity to higher education.

Regent Banegas moved and Regent Pino seconded to approve the Consent Calendar as presented. The motion passed unanimously.

6. ACTION ITEMS – Regent Mike Cheney, Chair

- a. Approval of Sales Resolution for Subordinate Lien Improvement Revenue Bonds, Series 2014 – (Ms. Anna Price, Associate Vice President Budget/Controller)

Ms. Anna Price introduced Mr. Erik Harrigan, Director of RBC Capital Markets, LLC, who will be presenting with her.

Overview

- Proposed Series 2014 Note will fund the energy savings improvement as identified in the Guaranteed Utility Savings Contract with Ameresco. Savings generated from the energy improvements will be used to pay the debt service.
- The Series 2014 Note will be issued on a subordinate lien basis to the University's other outstanding debt.
- Bank of Albuquerque has been selected as purchaser.
- Presentation reflects final terms for the issuance.

Time Schedule

January 31	-	Board of Regents Approval Authorizing Resolution
February 12	-	NM Higher Education Department Approval of Guaranteed Utility Savings Contract and 2014 Financing.
April 15	-	New Mexico State Board of Finance Approval of Parameters Resolution and 2014 Financing
April 16	-	Special Board of Regents Meeting to Adopt Sales Resolution
April 18	-	Obtain final State Board of Finance approval
April 21	-	Closing

Series 2014 Summary

Issue Size:	\$15,865,000
Maturity Dates:	April 1, 2016 – 2028
Average Life:	8.259 years
Ratings (Moody's S&P Fitch)	Non-Rated
Average Coupon	3.07%
All Inclusive Cost (%)	3.18%
Guaranteed Savings (Nominal/PV Savings)	\$827,761/\$590,769
Projected Savings (Nominal/PV Savings)	\$3,239,007/\$2,519,280
Purchaser	Bank of Albuquerque

Sources and Uses of Funds**Source of Funds**

Par Amount	<u>\$15,865,000</u>
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Total Sources	<u>\$15,865,000</u>
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Uses of Funds

Detailed Energy Audit	\$ 659,459
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Energy Savings Implementation Costs	14,131,898
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Gross Receipts Tax	<u>942,949</u>
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Total Project Costs	15,734,306
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Cost of Issuance	115,000
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Placement Banks Costs	12,000
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Rounding Additional Proceeds	<u>3,694</u>
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Total Uses	<u>\$15,865,000</u>
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Series 2014 Debt Service

The Debt Service shows the 3.07% interest rate, which is locked in until April 21, 2014. The annual debt service payments are expected to be paid out of the energy savings resulting from the energy conservation measures that will be made as a result of this project.

Guaranteed and Projected Savings

The insurance costs for the Savings Guarantee will be covered by Ameresco for the first 10 years. At the end of the debt service period the university will have the assets acquired through the project and have approximately \$1.8 million in savings available for use.

Regent Pino moved, seconded by Regent Banegas for Approval of Sales Resolution for Subordinate Lien Improvement Revenue Bonds. The motion carried unanimously.

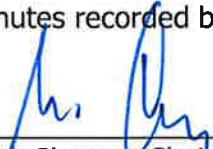
OTHER / COMMENTS

Regent Cheney thanked the Finance Team and the Facilities Team for their expediency to retain these favorable rates.

8. ADJOURNMENT

There being no more business the Board of Regents adjourned at 9:29 a.m.

Minutes recorded by Carolyn Aragon.



Mike Cheney, Chair
Board of Regents



Isaac Pino, Secretary / Treasurer
Board of Regents