

Agenda Item No.

**AGENDA ITEM BRIEFING**

**Submitted by:** Maria L. Robinson, Chief Investment Officer and Treasurer  
The Texas A&M University System

**Subject:** Adoption of a Resolution Amending the Twenty-Sixth Supplemental Resolution Authorizing the Issuance of the Board of Regents of The Texas A&M University System Revenue Financing System Bonds, Series 20\_\_

**Proposed Board Action:**

Adopt an amendment to the resolution authorizing the issuance of Revenue Financing System Bonds.

**Background Information:**

At its September 3, 2015 meeting, the Board of Regents adopted the resolution authorizing the issuance of one or more series of Revenue Financing System Bonds to: convert all or a portion of the commercial paper notes to long-term bonds; to provide funds for construction, renovation and other projects; to refund all or a portion of the outstanding bonds previously issued by the Board of Regents; and to pay the costs of issuing the bonds.

The previously approved authority in the maximum amount of \$705 million (including issuance costs) did not include refunding of all series of the RFS 2009 bonds. Based on current market rates, the System has the opportunity to refund those bonds for debt service savings estimated at \$30 million. An increase of \$515 million is requested to be effective for the remainder of the fiscal year ending August 31, 2016. Any unused authorization will expire on that date.

**A&M System Funding or Other Financial Implications:**

Debt service for Revenue Financing System Bonds will be funded with various revenues which may include housing revenue, utility revenue, designated tuition, transportation services, parking revenue, student fees, university advancement fees, and indirect costs.

Agenda Item No.

**THE TEXAS A&M UNIVERSITY SYSTEM**  
Office of the Chief Investment Officer and Treasurer  
May 19, 2016

Members, Board of Regents  
The Texas A&M University System

Subject: Adoption of a Resolution Amending the Twenty-Sixth Supplemental Resolution Authorizing the Issuance of the Board of Regents of The Texas A&M University System Revenue Financing System Bonds, Series 20\_\_

I recommend adoption of the following minute order:

**“The resolution amending the twenty-sixth supplemental resolution to the master resolution authorizing the issuance of the Board of Regents of The Texas A&M University System Revenue Financing System Bonds, Series 20\_\_, substantially in the form of Exhibit , is adopted. The Chief Investment Officer and Treasurer, or other designated financial officer, is hereby authorized to take such actions as are necessary to accomplish the purposes of the resolution, including those relating to the issuance, sale, security and delivery of the bonds, all in accordance with the provisions of the resolution.”**

Respectfully submitted,

Maria L. Robinson  
Chief Investment Officer and Treasurer

**Approval Recommended:**

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John Sharp  
Chancellor

**Approved for Legal Sufficiency:**

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Ray Bonilla  
General Counsel

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Billy Hamilton  
Executive Vice Chancellor and  
Chief Financial Officer

RESOLUTION AMENDING THE TWENTY-SIXTH SUPPLEMENTAL RESOLUTION TO THE MASTER RESOLUTION AUTHORIZING THE ISSUANCE, SALE, AND DELIVERY OF THE BOARD OF REGENTS OF THE TEXAS A&M UNIVERSITY SYSTEM REVENUE FINANCING SYSTEM BONDS, AND APPROVING AND AUTHORIZING PROCEDURES RELATING THERETO

**WHEREAS**, the Board of Regents of The Texas A&M University System (the “Board”) has adopted a Master Resolution Establishing The Texas A&M University System Revenue Financing System (referred to herein as the “Master Resolution”); and

**WHEREAS**, unless otherwise defined herein, terms used herein shall have the meaning given in the Master Resolution; and

**WHEREAS**, the Master Resolution establishes the Revenue Financing System comprised of each institution and agency presently in The Texas A&M University System, and pledges the Pledged Revenues attributable to each Participant of the Revenue Financing System to the payment of Parity Obligations to be outstanding under the Master Resolution; and

**WHEREAS**, the Twenty-Sixth Supplemental Resolution to the Master Resolution Authorizing the Issuance, Sale, and Delivery of the Board of Regents of The Texas A&M University System Revenue Financing System Bonds (the “Twenty-Sixth Supplement”) was adopted by the Board on September 3, 2015; and

**WHEREAS**, among other things, the Twenty-Sixth Supplement authorized the issuance of bonds in one or more installments to (i) finance and refinance the cost of facilities and improvements for the Participants of the Revenue Financing System, including but not limited to those set forth in The Texas A&M University System Capital Plan; (ii) provide permanent financing for facilities and improvements financed with the proceeds of Refunded Notes; (iii) refund Refunded Bonds; and (iv) pay the costs of issuance relating to such Parity Obligations; and

**WHEREAS**, the Board has determined that it is necessary and desirable to amend the Twenty-Sixth Supplement to increase the maximum principal amount of bonds that may be issued pursuant thereto and such amendment does not materially adversely affect the interests of the owners of Parity Obligations; and

**WHEREAS**, pursuant to the Master Resolution, a Designated Financial Officer, has delivered to the Board a certificate stating that, to the best of his or her knowledge, the Board is in compliance with all covenants contained in the Master Resolution and each Supplemental Resolution and is not in default in the performance and observance of any of the terms, provisions, and conditions contained therein.

**NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF REGENTS OF THE TEXAS A&M UNIVERSITY SYSTEM THAT:**

**Section 1.** In addition to the definitions set forth in the preamble of this Resolution, the terms used in this Resolution and not otherwise defined shall have the meanings given in the Master Resolution or in Exhibit “A” to the Twenty-Sixth Supplement.

**Section 2.** Section 2 of the Twenty-Sixth Supplement is hereby amended by substituting the amount “\$1.22 Billion” in place of “\$705 Million” each time that \$705 Million currently appears in such section. In addition, the findings set forth in Section 7 of the Twenty-Sixth Supplement are hereby ratified and reaffirmed with respect to the increased principal amount authorized by this amending Resolution.

**Section 3.** The Chairman, Vice Chairman, and Executive Director, Board of Regents, and each member of the Board, the Designated Financial Officer, and all other officers, employees, and agents of the Board, and each of them, shall be and they are hereby expressly authorized and directed, jointly and severally, to do any and all things and to execute and deliver any and all documents which they may deem necessary or advisable in order to effectuate the purposes of this Resolution.

**Section 4.** This amendment to the Twenty-Sixth Supplement shall take effect on the date of adoption of this Resolution.

**Section 5.** The recitals set forth in the preamble to this Resolution are hereby incorporated into this Resolution and made a part hereof for all purposes.

**Section 6.** Except to the extent set forth in this Resolution the Twenty-Sixth Supplement is not amended, supplemented or repealed and remains in full force and effect.

**Section 7.** It is hereby found and determined that each of the officers and members of the Board was duly and sufficiently notified officially and personally, in advance, of the time, place, and purpose of the Meeting at which this Resolution was adopted, and that this Resolution would be introduced and considered for adoption at said meeting; that said meeting was open to the public, and public notice of the time, place, and purpose of said meeting was given, all as required by Chapter 551, Texas Government Code.

PASSED AND ADOPTED, this \_\_\_ day of \_\_\_\_\_, 2016.