

TEXAS PUBLIC FINANCE AUTHORITY

BOARD OF DIRECTORS:

Billy M. Atkinson, Jr., Chair
Ramon Manning, Vice Chair
Rodney K. Moore, Secretary
Shanda Perkins
Jay A. Riskind
Brendan Scher
Benjamin E. Streusand



EXECUTIVE DIRECTOR
Lee Deviney

MAILING ADDRESS:

Post Office Box 12906
Austin, Texas 78711-2906

PHYSICAL ADDRESS:

300 West 15th Street, Suite 411
Austin, Texas 78701

TELEPHONE: (512) 463-5544

FACSIMILE: (512) 463-5501

Supplemental Summary for the FY 2021 Semi-Annual HUB Report for Agency 347

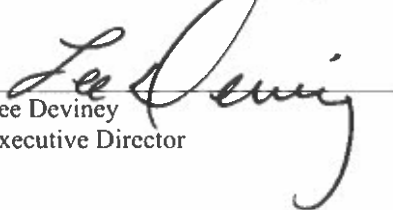
In compliance with Texas Government Code, Chapter 2161, the Board of the Authority has adopted the Comptroller's Statewide HUB Utilization Goals (34 TAC §20.284), as well as more detailed procedures for HUB participation goals in bond issues, in compliance with the published rules. These procedures are included in the Authority's strategic plan and reflected in its bond underwriting policies.

In FY 2020, the Board selected a pool of sixteen (16) underwriting firms that includes three disadvantaged business enterprise (DBE) firms for negotiated bond underwritings approved during the 2020-2021 biennium. Under the Authority's contracts for legal services for Bond Counsel during the same period, the Board pre-qualified a pool of eight (8) law firms, two (2) of which are HUB's. Lastly, the Board selected a pool of three (3) Financial Advisors that includes one (1) HUB firm. During the FY 2021 Semi-Annual reporting period, the Authority closed a single negotiated bond transaction. In accordance with its procedures for negotiated bond sales, underwriters are selected from the Authority's underwriting pool on a transaction-by-transaction basis. The negotiated bond sale included two (2) DBE firms, one (1) of which served as Senior Manager. The DBE firms participating in the underwriting syndicate received 55% of the overall underwriter compensation paid on the transaction. Additionally, a DBE firm served as the financial printer receiving 100% of the compensation paid for their services on the negotiated bond sale. The Authority reports expenditures related to bond issues to the Bond Review Board on a per issue basis, sixty (60) days after closing.

For the first six months of FY 2021, \$247,015 or 82.32% of the Authority's total expenditures were related to Costs of Issuance and the ongoing administration of bonds. These include expenses such as rating agency, paying agent, escrow agent, and arbitrage compliance services to satisfy bond covenants, services that are only available from a few large service providers where HUB and/or DBE firms are not available or lack qualifications to perform required services.

The Authority is committed to purchasing goods and services from certified HUB and minority-owned businesses and continues to utilize the CPA Central Master Bidders List to locate available HUB vendors. The Authority achieved 17.68% HUB participation from administrative expenditures during this period.

Please contact me at (512) 463-5544 should you have any questions.



Lee Deviney
Executive Director