

# STATE OF WISCONSIN

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## JOINT COMMITTEE ON FINANCE

### MEMORANDUM

To: Members  
Joint Committee on Finance

From: Senator Alberta Darling  
Representative John Nygren

Date: July 25, 2016

Re: DOA Report to JFC

Attached is a report required by subsection (7) of section 18.16 of the Wisconsin Statutes and specifies the reason for not complying with subsection (2) to (5) of the same section for a specific issue of debt.

This report is being provided for your information only. No action by the Committee is required. Please feel free to contact us if you have any questions.

Attachments

AD:JN:jm



WISCONSIN DEPARTMENT OF  
ADMINISTRATION

SCOTT WALKER  
GOVERNOR

SCOTT A. NEITZEL  
SECRETARY

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July 25, 2016

The Honorable Alberta Darling, Senate Chair  
The Honorable John Nygren, Assembly Chair  
Joint Committee on Finance  
Madison, WI 53702

JUL 25 2016  
St. Finance

Dear Senator Darling, Representative Nygren, and Members:

This report is required by subsection (7) of section 18.16 of the Wisconsin Statutes and specifies the reason for not complying with subsections (2) to (5) of the same section for a specific issue of debt.

The State of Wisconsin Building Commission previously approved authorizing resolutions on August 12, 2015 and December 9, 2015 that provided for the sale of \$83,980,000 State of Wisconsin General Obligation Bonds of 2016, Series B and \$9,735,000 State of Wisconsin General Obligation Bonds of 2016, Series C (Taxable) (collectively, the **Bonds**).

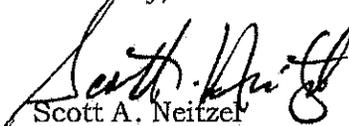
Pursuant to these authorizations, the Capital Finance Director conducted public sales on July 12, 2016 for the Bonds. These public sales were conducted pursuant to Subchapter I of Chapter 18 and the Official Notices of Sale available to all potential bidders set the terms and conditions of the sale.

The State received a total of 31 bids for the two series of Bonds. The Capital Finance Director awarded the Bonds to a syndicate managed by Morgan Stanley and to FTN Financial Capital Markets. These awards were based on the lowest true interest cost rates to the State.

Neither any members of the syndicate managed by Morgan Stanley or FTN Financial Capital Markets are certified by the Department of Administration as a minority-owned investment firm. In addition, no disabled veteran-owned investment firm is currently certified as such by the Department of Administration.

Underwriting participation by minority- and disabled veteran-owned investment firms is encouraged in competitive sales. There are sections entitled "Minority Participation" and "Disabled Veteran-Owned Business Participation" in the Official Notice of Sale, and a list of certified minority-owned investment firms (which includes contact information) is included in materials made available to each prospective bidder.

Sincerely,

  
Scott A. Neitzel  
Secretary