



**LEGISLATIVE ADVISORY COMMISSION**  
**February 3, 2010**

**Overview of Proposed Request for Proposals for a  
 Line of Credit or Private Placement of Certificates of Indebtedness**

*Basic Terms and Conditions:*

<b>Amount:</b>	Not to exceed \$600 million
<b>Purpose:</b>	Increase liquidity and smooth out fluctuations of forecasted state receipts with respect to disbursements
<b>Security:</b>	State's full faith, credit and taxing power
<b>Source of Repayment:</b>	Payable from collections of taxes levied for and other revenues appropriated to the State's general fund during the current biennium ending June 30, 2011.
<b>Single Agreement:</b>	The state intends to enter into an agreement with a single provider, or alternatively, a lead institution acting as agent for other institutions acceptable to the state to provide the funding needed.
<b>Flexibility:</b>	The RFP has been structured to allow for potential respondents to bid on providing a line of credit, a private placement of certificates or both. Furthermore, both tax-exempt and taxable products may be offered.
<b>Criteria for Selection:</b>	<ol style="list-style-type: none"> <li>1. Pricing (50%)</li> <li>2. Acceptance of terms and conditions (38%)</li> <li>3. Related experience (12%)</li> </ol>
<b>Preliminary Schedule:</b>	<ul style="list-style-type: none"> <li>• Release RFP on or about 2/4/10</li> <li>• Responses due 2/18/10</li> <li>• Evaluate responses through late February</li> </ul> <p>This schedule could permit a financing vehicle to be implemented, if needed, by late March or early April</p>