

OKLAHOMA INDUSTRIAL FINANCE AUTHORITY
REGULAR MEETING
February 22, 2023

The Directors of the Oklahoma Industrial Finance Authority held a Regular Meeting at 10:00 a.m. on Wednesday, February 22, 2023, in the Conference Room of the Oklahoma Industrial Finance Authority, 9220 North Kelley Avenue, Oklahoma City, Oklahoma.

The following members of the Authority were PRESENT:

Mr. Keith Ventris, Chairman
Mr. Bridge Cox, Vice Chairman
Mr. Pete Carey, Secretary-Treasurer
Mr. Hank Bradley, Member
Mr. Matthew Caldwell - Member
Mr. D.R. Shipley, Member
Mr. Todd Russ, non-voting member

The following members of the Authority were ABSENT:

Mr. Brent Kisling, Member

Others attending the meeting were members of the Oklahoma Industrial Finance Authority staff and other guests representing firms doing business with OIFA, who are listed on the Attendance Register which is kept in the original meeting file.

ROLL CALL

Chairman Ventris called the meeting to order and requested a roll call from the Assistant Secretary, after which he declared a quorum present.

In response to a question by Chairman Ventris, it was reported that notice of the meeting of the Authority was filed in the office of the Oklahoma Secretary of State and public notice of this meeting was posted in prominent view at 9220 North Kelley Avenue, Oklahoma City, Oklahoma, twenty-four (24) hours prior to this meeting excluding Saturdays, Sundays, and legal holidays, all in compliance with the Oklahoma Open Meeting Act.

READING OF THE MINUTES

Reading of the minutes of the December 14, 2022, meeting was waived. Mr. Shipley made a motion to approve the minutes and was seconded by Mr. Caldwell. All members present voted AYE.

FINANCIAL REPORT

Ms. Dobbins reported that on pages 17 and 18 the financial statements for the month ending January 31, 2023. The interest income is up 61% at \$717,000. The interest expense is up 74% at \$528,000 leaving OIFA with a net interest income of \$189,000. After the miscellaneous income from closing fees and \$123,000 in operating expenses, the net income is \$73,000 for the year.

Lastly, Ms. Dobbins stated that on February 1st, the OIFA's bond interest expense increased by 1.25% which equates to \$31,000 per month. This increase will be reflected on next month's statements.

Mr. Davis added that we are 28 days away from the next fed meeting, and as of right now fed futures are showing about 80% probability of a 25 basis point increase and 20% probability of a 50 basis point increase. The trend is that 50 basis point is gaining some steam and we will have some fed minutes today that will tell us some more. We are indexed to prime for our cost of funds and OIFA's loans are primarily indexed to prime. The quarterly loan summary is located on page 19 and Mr. Davis directed the board's attention to the fourth column from the right which shows the current rate and the next rate change. The Authority is in a position right now where its liabilities are repricing faster than our assets. The Authority will get a little thin and maybe upside down for a few months on some of the loans. The nice thing is, that most of these companies, have pretty strong balance sheets and are in pretty good shape. The bad news is that there are probably loans that may prepay at the next rate reset. The Muskogee Port Authority is looking at paying their loans off. Mr. Davis stated that he will continue to monitor this situation and staff has modeled out what this will look like going out through the end of 2023 when all these rates reset. The Authority has a strong financial performance here in January and a lot of this comes from the investments that were made in the SBA pools. There will be some headwind going forward but it will be monitored closely.

Mr. Cox made a motion to approve the financial report, as presented. Mr. Shipley seconded the motion. All members present voted AYE.

PRESIDENT'S REPORT

Mr. Davis reported that the next Board meeting is scheduled for March 29th. Mr. Davis had nothing else to report.

Mr. Davis stated that this concludes his President's report, and he was happy to answer any questions.

ADJOURNMENT

Chairman Ventris asked if there was any further business. Mr. Bradley made a motion to adjourn the meeting. Mr. Shipley seconded the motion. All members present voted AYE, and the meeting was adjourned.

These minutes officially approved and adoption this 29th day of March 2023.

Keith Ventris

Chairman

SEAL

Peter H. Conway

Secretary