

Oklahoma Senate Committee on Appropriations

2019-20 Performance Report

Oklahoma Development Finance Authority

AGENCY MISSION STATEMENT:

The mission of the Oklahoma Development Finance Authority is to provide technical advice and financing for Oklahoma's industrial, educational, agricultural, recreational, cultural, pollution control and governmental needs and to assist in the creation and retention of employment opportunities throughout Oklahoma on a basis that will not jeopardize the credit rating of the state at a minimum cost and minimal risk exposure to the taxpayers of the state.

LEAD ADMINISTRATOR:

Michael D. Davis, President
Oklahoma Development Finance Authority
9220 North Kelley
Oklahoma City, Oklahoma 73131
405-842-1145, ext. 108
mdavis@okfinance.com

GOVERNANCE:

In 1994, ODFFA was authorized to amend its trust indenture to provide that its board shall be composed of the members of the board of directors of the OIFA except for the State Treasurer of Oklahoma and to provide identical terms and qualifications of the OIFA board. Even though the membership of each board shall be identical, the authorities shall be considered and treated as separate legal entities and the ODFFA shall continue to exist as a public trust.

ODFFA functions under the direction of a seven member Board of Directors. The Governor appoints six members who are subject to the advice and consent of the Senate, for overlapping six year terms. Of these six appointees, no two can be from the same congressional district, at least five must be from the financial community and have at least 15 years of experience. The remaining member of these six is an at-large recognized business person in the state of Oklahoma. The Director of the Oklahoma Department of Commerce is an ex-officio voting member. Only the Board of Directors has the authority to approve or deny projects. ***(See attached Board of Directors Roster)***

A CERF Committee exists to review and approve all program development uses of the Credit Enhancement Reserve Fund and make recommendations to the ODFFA Board of Directors. The CERF Committee is made up of three members: 1) Designee of the ODFFA Board of Directors, 2) Oklahoma State Bond Advisor, 3) Designee jointly selected by the two other members of the CERF Committee.

The day-to-day management of the ODFFA is vested in the president who is appointed by the Board of Directors of the Authority.

Oklahoma Senate Committee on Appropriations

2019-20 Performance Report

Oklahoma Development Finance Authority

GOVERNANCE ACCOUNTABILITY:

There is no statutory attendance policy for the Board of Directors. However, attendance by the six appointed Board of Directors has been 94% of meetings attended for the three most recent full fiscal years with five of the six Directors having near perfect attendance. The Board of Directors average 16 years of service on the Board with many serving under multiple appointed six-year terms. One Director has served for 24 years, two for 19 years each, one for 18 years, one for 10 years and the most recently appointed for 4 years.

MODERNIZATION EFFORTS:

The ODFA is currently undertaking the following modernization initiatives:

- Business process reengineering to ensure that we are operating at maximum efficiency in delivering services and will not require additional FTE to maintain higher volumes of business
- Evaluating existing management reporting and improving quality and timeliness
- Imaging initiative designed to improve record accessibility, protect original documentation and reduce storage needs

CORE MISSION:

The ODFA provides technical advice and low cost capital financing for qualified private industry projects, public infrastructure, healthcare and education throughout the state of Oklahoma.

The ODFA is not required to provide services outside its core mission.

PRIVATE ALTERNATIVES:

A private sector service provider **does not exist** to provide taxable and tax-exempt conduit bond issuance of public debt that are provided under the ODFA programs.

Oklahoma Senate Committee on Appropriations

2019-20 Performance Report

Oklahoma Development Finance Authority

BOARD OF DIRECTORS:

| Name | Office | Term Expiration | Years of Service | Title Employer |
|----------------|----------------------------|----------------------------|-----------------------------|---|
| HANK BRADLEY | Chairman | October, 2019 | 18 | Executive Vice President, BancFirst; Oklahoma City, OK |
| ROGER WAGNER | Vice Chair | October, 2021 | 4 | Executive Vice President, BancCentral; Woodward, OK |
| CHRIS CONDLEY | Secretary | October, 2022 | 19 | Chief Executive Officer, Firststar Bank; Muskogee, OK |
| G. BRIDGER COX | Director | October, 2023 | 19 | President, Citizens Bank & Trust Company of Ardmore; Ardmore, OK |
| D.R. SHIPLEY | Director | October, 2024 | 24 | Retired, Banker; Tecumseh, OK |
| DON SMITH | Director | October, 2020 | 10 | Attorney At Law; Lawton, OK |
| BRENT KISLING | Ex-Officio - Voting Member | | | Executive Director of Commerce |