

CONNECTICUT HIGHER EDUCATION SUPPLEMENTAL LOAN AUTHORITY

Minutes of 2% Loan Yield Working Group Meeting

April 9, 2012

CHESLA

21 Talcott Notch Rd, Suite 1 Farmington, Connecticut

Authority Members Present: Steve Kitowicz (for Ben Barnes) and Michael E. McKeeman

Authority Staff and Advisors Present: Judith B. Greiman, Executive Director; Samuel E. Rush, Deputy Director; Judith Blank and Linda D'Onofrio*, Day Pitney (General and Bond Counsel); Christine Doyle*, PFM (Financial Advisor); Reed Risteen, BlumShapiro (Auditor); Raymond Bentley, Arbitrage and Rebate Analyst (AMTEC)

Public/Other: Jeanette Weldon, Cynthia Peoples and Paula Herman (CHEFA)

A quorum being present, Mr. Kitowicz called the meeting to order at 2:09 p.m.

Ms. D'Onofrio provided an overview of the concepts regarding the transferred proceeds rule, 2% loan yield restrictions and the universal cap rules. She indicated that these issues must be addressed prior to April 27th when the 1999A and 2001A loans are transferred to the 2012A portfolio. Ms. D'Onofrio reported that much more analysis was needed and that additional concepts involving the 1998AB and 2000AB portfolios would be reported back to the working group. After discussion, the group agreed to convene in a week following further staff analysis of the portfolio.

The meeting adjourned at 3:23 p.m.

CHESLA

\$13,070,000

**Connecticut Higher Education Supplemental Loan Authority
Revenue Refunding Bonds (CHESLA Loan Program), 2012 Series A**

**Preliminary Bond Structure & Pricing Summary
(as of March 13, 2012)**

**Proposed Bond Structure & Pricing Summary
(as of March 14, 2012)**

Moody's "Aa3" — Fitch "AA"
No Optional / Extraordinary Redemption
Subject to Special Mandatory Redemption
..... Subject to AMT

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Pre-Pricing
Scale vs.
Proposed
Pricing

Maturity	Par Amount	Par, Disc. or Prem.	"AAA" G.O. IRR	Coupon	Spread to IRR	Yield
11/15/2012	\$1,660,000	Par	0.180	1,000	+0,820	1,000
11/15/2013	2,715,000	Par	0.250	1,150	+0,800	1,150
11/15/2014	2,320,000	Par	0.380	1,375	+1,015	1,375
11/15/2015	2,095,000	Par	0.570	1,700	+1,130	1,700
11/15/2016	1,815,000	Par	0.880	1,850	+1,190	1,850
11/15/2017	1,035,000	Par	1.240	2,200	+1,320	2,200
11/15/2018	680,000	Disc.	1.590	2,500	+1,300	2,540
11/15/2019	330,000	Disc.	1.750	3,000	+1,300	2,800
11/15/2020	320,000	Disc.	1.750	3,000	+1,300	3,050
11/15/2021	310,000	Disc.	1.830	3,125	+1,300	3,230
Totals / Avgs.*	\$13,070,000		0.572	1,831	1,066	2.32%

* All averages are dollar-weighted based upon the maturity structure of the issue.

Maturity	Par Amount	Par, Disc. or Prem.	"AAA" G.O. IRR	Coupon	Spread to IRR	Yield
11/15/2012	\$1,895,000	Par	0.180	0,400	+0,220	0,400
11/15/2013	2,710,000	Par	0.250	1,150	+0,500	1,150
11/15/2014	2,315,000	Par	0.380	1,400	+1,040	1,400
11/15/2015	2,080,000	Disc.	0.570	1,750	+1,190	1,760
11/15/2016	1,810,000	Prem.	0.880	2,000	+1,290	1,950
11/15/2017	1,035,000	Par	1.230	2,250	+1,440	2,320
11/15/2018	680,000	Disc.	1.230	2,500	+1,440	2,670
11/15/2019	330,000	Disc.	1.590	2,750	+1,450	2,950
11/15/2020	320,000	Disc.	1,760	3,000	+1,440	3,200
11/15/2021	310,000	Disc.	1,940	3,125	+1,440	3,380
Totals / Avgs.*	\$13,085,000		0.571	1,587	1,041	2.39%

* All averages are dollar-weighted based upon the maturity structure of the issue.

Yield Delta
-0.800
-
+0.025
+0.060
+0.100
+0.120
+0.130
+0.150
+0.150
-0.150
+0.069