



October 30, 2014

Ms. Kate Burum, Assistant General Counsel and Funds Manager
Oklahoma Water Resources Board
3800 North Claussen Boulevard
Oklahoma City, Oklahoma 73118

TRANSMITTAL LETTER

CONTROL #FAP-23
\$5,460,000.00
OKLAHOMA WATER RESOURCES BOARD
STATE LOAN REVENUE BONDS, SERIES 2013B
DATE OF ISSUE: JULY 18, 2013
ARBITRAGE REBATE CALCULATIONS
FOR THE COMPUTATION PERIOD
JULY 18, 2013 TO JULY 01, 2014
AS OF THE DATE OF THIS REPORT
OCTOBER 30, 2014

We have enclosed the arbitrage rebate calculation report (together with Exhibits thereto, the "Report") for the above-referenced issue of tax-exempt debt ("Debt"). As explained in more detail in this Report, *there is no Contingent Rebatable Arbitrage with respect to the Debt for the above-referenced Computation Period.* There are no filing requirements regarding arbitrage rebate with the United States Treasury, Internal Revenue Service ("IRS") as of the date of this Report, and therefore, nothing should be filed with the IRS as of this time.

We have tested the Reserve Fund from July 18, 2013 to July 01, 2014 and found the Reserve Fund to be funded in excess of the IRS Regulations three-part test for determining a reasonably required Reserve Fund. However, the Reserve Fund is invested below the Bond Yield, and therefore, no payment is due to the IRS for this yield restriction requirement, at this time.

Please note that the 5th Year IRS filing date is 60 days from July 01, 2018. If you have any questions regarding this Report and related matters please call *Matt Collins* or *Stephen H. Broden* at (800) 672-9993 ext. 7538. We will be happy to discuss any aspect of these calculations.

Very truly yours,

ARBITRAGE COMPLIANCE SPECIALISTS, INC.

Arbitrage Compliance Specialists, Inc.





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Oklahoma Water Resources Board ("Issuer")
3800 North Claussen Boulevard
Oklahoma City, Oklahoma 73118

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At your request, Arbitrage Compliance Specialists, Inc. ("ACS") has prepared computations pertaining to the amount of the contingent rebatable arbitrage ("Contingent Rebatable Arbitrage") for the Issuer with respect to the above-referenced issue of tax-exempt debt ("Debt") for the above-referenced computation period ("Computation Period"). The computations following as Exhibits (together with the letter, the "Report") have been performed by ACS and are based upon the limited scope of ACS' engagement with information, instructions, assumptions and representations as provided to ACS by the Issuer. The computations reflected in the Exhibits of this Report are summarized as follows:

1. The yield on the Debt is 3.2963%.
2. The yield on the investments is 0.15106515%.
3. Total Contingent Rebatable Arbitrage (\$15,205.62)

For purposes of these calculations, we have allocated the Debt Service Reserve Fund to reflect that portion that is subject to rebate for the Debt. Using procedures, which ACS has developed for calculating arbitrage rebate, ACS has computed the amount of the Contingent Rebatable Arbitrage with respect to the Debt for the Computation Period in accordance with the applicable provisions of the Internal Revenue Code of 1986, as amended and the Treasury Regulations applicable to the Debt.

ARBITRAGE COMPLIANCE SPECIALISTS, INC.

BY: 
Ira B. Sacks, CPA, Director
PTIN: P01247303



NOTES AND ASSUMPTIONS

1. The Dated Date of the Debt is July 18, 2013.
2. The Delivery Date of the Debt is July 18, 2013.
3. The Bond Year, as previously elected, is July 1 for purposes of determining installment computation dates.
4. The Computation Period is July 18, 2013 to July 1, 2014.
5. Computations of yield are based on a 360-day year with semiannual compounding.
6. Purchase prices on investments are assumed to be at fair market value and represent an arm's length transaction.
7. Based upon the *Arbitrage and Use of Proceeds Certificate*, the Debt constitutes a single issue for federal taxation purposes and is not treated as part of any other issue of governmental obligations.
8. The Debt Service Fund associated with the Debt constitutes a bona fide debt service fund and has not been taken into account in determining the Cumulative Rebate Liability pursuant to the Code.
9. On May 1, 2011 the Board amended the General Bond Resolution to establish a program wide General Debt Service Reserve Fund. The cash in the General Debt Service Reserve Fund secures all Debt on a parity basis just as in each of the issue specific Debt Service Reserve Funds secures all Debt on a parity basis.
10. According to the *Arbitrage and Use of Proceeds Certificate*, Section 4.6 (a) amounts in the Board's Reserve Fund must be invested at or below the Yield on the Debt to which they relate.
11. Amounts held in the Reserve Funds associated with the Debt have been taken into account in determining the Cumulative Rebate Liability with respect to the Debt. The Reserve Fund is allocated to several of the Issuer's outstanding debt issues, including the Debt, based upon the relative outstanding principal amount, the allocation method used by the prior rebate calculation provider.
12. ACS has applied the computation date credit amounts set forth in the Proposed Regulations for bond years ending on or after September 26, 2007 (the date the Proposed Regulations were published by the Department of Treasury).

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 OKLAHOMA WATER RESOURCES BOARD
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 SERIES 2013B
 {INTERIM ARBITRAGE REBATE CALCULATIONS}

CALCULATION OF REBATE AMOUNT

PERIOD ENDING	RELEVANT CASH FLOW	FUTURE VALUE FACTOR	INVESTMENT DESCRIPTION	INVESTMENT YIELD	PRESENT VALUE FACTOR	TOTAL FUTURE VALUE	NUMBER OF DAYS
07/18/13	-474,326.76	1.031640662				-489,334.77	343
07/19/13	24,000.00	1.031546975				24,757.13	342
08/02/13	726.00	1.030329821				748.02	329
08/09/13	3,227.32	1.029675025				3,323.09	322
08/15/13	9,375.00	1.029114102				9,647.94	316
08/23/13	774.05	1.028366681				796.01	308
09/30/13	436,343.32	1.024916913				447,215.64	271
10/01/13	-436,366.33	1.024823837				-447,198.62	270
10/15/13	824.13	1.023521657				843.51	256
01/21/14	-0.00	1.014636889				-0.00	160
01/22/14	-24,026.51	1.014544746				-24,375.97	159
01/27/14	0.00	1.014084159				0.00	154
02/03/14	-0.62	1.013531730				-0.62	148
03/12/14	459,977.26	1.009948268				464,553.24	109
03/13/14	-472,084.81	1.009856551				-476,737.94	108
04/15/14	296.11	1.006926006				298.16	76
06/30/14	47.59	1.000090822				47.60	1
07/01/14	-1,620.00	1.000000000	Computation Date Credit		0.999565789	-1,620.00	0
09/30/14	472,036.93		GENERAL RESERVE-GOVT FUND/CDS	0.17575111		471,831.97	-89
	-797.33					-15,205.62	

NO REBATE REQUIRED : -15,205.62

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LISTING OF INVESTMENTS BY FUND

RESERVE FUNDS
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1. GENERAL RESERVE-GOVT FUND/CDS
2. 1989 RESERVE-TREASURY ACCT
3. 1994A RESERVE-GOVT FUND/CDS

CURR REF PROCS+COI
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5. FED TREASURY OBLIGATIONS

NOTE: THE DEBT SERVICE RESERVE FUNDS, SUBJECT PORTION, HAVE
BEEN ALLOCATED AMONG ISSUES SUPPORTED BY THE FUNDS
BASED ON RELATIVE OUTSTANDING PRINCIPAL AMOUNTS.

ARBITRAGE COMPLIANCE SPECIALISTS, INC.

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PROOF OF INVESTMENT YIELD

INVESTMENT YIELD : 0.151065150%

PERIOD ENDING	INVESTMENTS	PRESENT VALUE FACTOR	PRESENT VALUE	PROCEEDS	PRESENT VALUE FACTOR	PRESENT VALUE
07/18/13	-474,326.76	1.0014339807	-475,009.70	24,000.00	1.0014339807	24,034.45
07/19/13		1.0014356607		726.00	1.0014356607	727.00
08/02/13		1.0013809999		3,227.32	1.0013809999	3,231.68
08/09/13		1.0013515996		9,375.00	1.0013515996	9,387.43
08/15/13		1.0013263995		774.05	1.0013263995	775.05
08/23/13		1.0012927993		436,343.32	1.0012927993	436,839.61
09/30/13		1.001137402			1.001137402	
10/01/13	-436,366.33	1.001133203	-436,860.82		1.001133203	
10/15/13		1.001074412		824.13	1.001074412	825.01
01/21/14	-0.00	1.000671373	-0.00		1.000671373	
01/22/14	-24,026.51	1.000667175	-24,042.54		1.000667175	
01/27/14		1.000646188			1.000646188	
02/03/14	-0.62	1.000621004	-0.62		1.000621004	
03/12/14		1.000457324		459,977.26	1.000457324	460,187.62
03/13/14	-472,084.81	1.000453127	-472,298.72		1.000453127	
04/15/14		1.000318846		296.11	1.000318846	296.20
06/30/14		1.000004195		47.59	1.000004195	47.59
09/30/14		0.999626744		472,036.93	0.999626744	471,860.74
	-1,406,805.03		-1,408,212.41	1,407,627.70		1,408,212.40

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INVESTMENT DETAIL - RESERVE FUNDS

GENERAL RESERVE-GOVT FUND/CDS		1989 RESERVE-TREASURY ACCT		1994A RESERVE-GOVT FUND/CDS	
NET	YIELD (Computed)	NET	YIELD (Computed)	NET	YIELD (Computed)
663.53	0.17575	2.98	0.00916	156.11	0.11706
Date	Transaction Amt	Date	Transaction Amt	Date	Transaction Amt
07/18/13	-107,941.52	07/18/13	-64,433.35	07/18/13	-263,849.56
09/30/13	107,984.35	09/30/13	64,434.57	09/30/13	-26.09
09/30/13	-3.13	10/01/13	-64,434.57	09/30/13	3.49
09/30/13	2.72	10/15/13	3.24	09/30/13	263,947.42
10/01/13	-107,984.35	01/21/14	64,433.10	10/01/13	-263,947.42
10/15/13	386.15			10/15/13	434.74
01/21/14	-323,424.86			10/21/14	57,492.88
01/22/14	-24,026.51			01/21/14	201,498.88
01/27/14	-5.47			01/27/14	5.47
02/03/14	-4,596.30			01/27/14	4,596.30
02/03/14	-0.26				
02/03/14	-0.35				
03/12/14	459,977.26				
03/13/14	-472,084.81				
04/15/14	296.11				
06/30/14	47.59				
09/30/14	472,036.93				

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INVESTMENT DETAIL - CURR REF PROCs+ COI

FED TREASURY OBLIGATIONS	
NET	: 0.05
YIELD (Computed):	0.00497
Date	Transaction Amt
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07/18/13	-5,579,059.80
07/18/13	5,540,957.48
07/19/13	24,000.00
08/02/13	726.00
08/09/13	1,992.00
08/09/13	1,235.32
08/15/13	9,375.00
08/23/13	0.05
08/23/13	774.00