

April 30, 2015

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-13
\$10,215,000.00
OKLAHOMA WATER RESOURCES BOARD
STATE LOAN PROGRAM REVENUE BONDS, SERIES 2007
DATE OF ISSUE: MARCH 16, 2007
ARBITRAGE REBATE CALCULATIONS
FOR THE COMPUTATION PERIOD
MARCH 16, 2007 TO MARCH 15, 2015
AS OF THE DATE OF THIS REPORT
APRIL 30, 2015

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 Rebateable 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.

Please note that the 10th Year IRS filing date is 60 days from March 15, 2017. 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.

April 30, 2015

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"). At the Issuer's request, we have not reviewed AMTEC's rebate report dated April 04, 2014 for the period March 16, 2007 through March 15, 2014 ("Prior Rebate Report"). We have computed the rebatable arbitrage for the entire Computation Period assuming the Cumulative Rebatable Arbitrage from the Prior Rebate Report. 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 3.996585%.
2. The yield on the investments is 0.161020919%.
3. Total Contingent Rebatable Arbitrage (\$88,735.74)

For purposes of these calculations, we have allocated the Debt Service Reserve Funds 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 March 16, 2007.
2. The Delivery Date of the Debt is March 16, 2007.
3. The Bond Year, per the Prior Report, is March 15 for purposes of determining installment computation dates.
4. The Computation Period is March 15, 2014 to March 15, 2015.
5. Purchase prices on investments are assumed to be at fair market value and represent an arm's length transaction.
6. 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.
7. 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.
8. 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.
9. 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. We have tested the Reserve Fund from March 15, 2014 to March 15, 2015 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.
10. 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.
11. 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
 STATE LOAN PROGRAM REVENUE BONDS,
 SERIES 2007
 {INTERIM ARBITRAGE REBATE CALCULATIONS}

CALCULATION OF REBATE AMOUNT

PERIOD ENDING	RELEVANT CASH FLOW	FUTURE VALUE FACTOR	INVESTMENT DESCRIPTION	PAST END OF REBATE PERIOD INVESTMENT YIELD	PRESENT VALUE FACTOR	TOTAL FUTURE VALUE	NUMBER OF DAYS
03/15/08	-1,430.00	1.319169560	Computation Date Credit			-1,886.41	2520
03/15/09	-1,490.00	1.267987051	Computation Date Credit			-1,889.30	2160
03/15/10	-1,500.00	1.218790373	Computation Date Credit			-1,828.19	1800
03/15/11	-1,520.00	1.171502480	Computation Date Credit			-1,780.68	1440
03/15/12	-1,550.00	1.126049311	Computation Date Credit			-1,745.38	1080
03/15/13	-1,590.00	1.082359681	Computation Date Credit			-1,720.95	720
03/15/14	-736,846.06	1.040365167	Computation Date Credit			-766,588.97	360
03/15/14	-1,620.00	1.036940060	Computation Date Credit			-1,685.39	330
06/30/14	69.58	1.028426543				71.56	255
07/31/14	690,107.52	1.025040741				707,388.32	225
08/01/14	-670,592.85	1.024928073				-687,309.44	224
10/15/14	650.53	1.016624920				661.34	150
12/03/14	670,331.01	1.011275093				677,889.05	102
12/04/14	-635,896.76	1.011163938				-642,995.87	101
12/19/14	-33,546.67	1.009498080				-33,865.30	86
03/15/15	-1,650.00	1.000000000	Computation Date Credit	0.16015703	0.999933297	-1,650.00	0
03/31/15	669,795.63		GENERAL RESERVE-GOVT FUND/CDS			669,750.95	-15
	-57,845.15					-88,735.74	

NO REBATE REQUIRED : -88,735.74

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LISTING OF INVESTMENTS BY FUND

YIELD RES RESERVES
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1.	GENERAL RESERVE-GOVT FUND/CDS
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PRIOR REPORT AMOUNT
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5.	PRIOR REPORT LIABILITY AMOUNT
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NOTE: THE DEPT SERVICE RESERVE FUNDS, SUBJECT PORTION, HAVE
BEEN ALLOCATED AMONG ISSUES SUPPORTED BY THE FUNDS
BASED ON RELATIVE OUTSTANDING PRINCIPAL AMOUNTS.

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PROOF OF INVESTMENT YIELD

PERIOD ENDING	INVESTMENTS	PRESENT VALUE FACTOR	PRESENT VALUE	PROCEEDS	PRESENT VALUE FACTOR	PRESENT VALUE
03/15/14	-690,223.59	1.001610857	-691,335.44	432.93	1.001610857	433.57
04/15/14		1.001476520		69.58	1.001476520	69.66
06/30/14		1.001140756		690,107.52	1.001140756	690,802.10
07/31/14		1.001006482			1.001006482	
08/01/14	-670,592.85	1.001002007	-671,264.79	650.53	1.001002007	650.97
10/15/14		1.000670875		670,331.01	1.000670875	670,636.78
12/03/14	-635,896.76	1.000456146	-636,183.98		1.000456146	
12/04/14		1.000451673			1.000451673	
12/19/14	-33,546.67	1.000384580	-33,559.57	669,795.63	1.000384580	669,750.71
03/31/15		0.999932937			0.999932937	
	<u>-2,030,259.87</u>		<u>-2,032,343.78</u>	<u>2,031,387.20</u>		<u>2,032,343.78</u>

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INVESTMENT DETAIL - YIELD RES RESERVES

Date	Transaction Amt
03/15/14	-690,223.59
04/15/14	432.93
06/30/14	69.58
07/31/14	690,107.52
08/01/14	-670,592.85
10/15/14	650.53
12/03/14	670,331.01
12/04/14	-635,896.76
12/19/14	-33,546.67
03/31/15	669,795.63

GENERAL RESERVE-GOVT FUND/CDS
 NET YIELD (Computed): 1.127.32
 YIELD (Computed): 0.16016

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INVESTMENT DETAIL - PRIOR REPORT AMOUNT

PRIOR REPORT LIABILITY AMOUNT
NET : -46,622.47
YIELD (Computed): 0.00000
Date Transaction Amt

03/15/14 -46,622.47