

**KENTUCKY STATE PROPERTY AND BUILDINGS COMMISSION**  
**MINUTES**  
**FEBRUARY 15, 2017**

The Kentucky State Property and Buildings Commission (“SPBC” or the “Commission”) meeting was called to order on Wednesday, February 15, 2017 at 2:03 p.m. ET in Room 182 of the Capitol Annex by Mark Bunning, proxy for William M. Landrum III, Secretary of the Finance and Administration Cabinet (“FAC”) and Executive Director to the Commission. Mr. Bunning asked for a roll call. Other members present were Scott Brinkman, permanent proxy for Governor Matt Bevin; Edgar C. Ross, State Controller, Office of the Controller; Katie Smith, proxy for Terry Gill, Secretary for the Cabinet for Economic Development (“CED”); Holly McCoy-Johnson, permanent proxy for Attorney General Andy Beshear; and Adrienne Southworth, proxy for Lt. Governor Jenean Hampton.

The Office of Financial Management (“OFM”) Staff Members Present: Ryan Barrow, Executive Director of OFM and Secretary to the Commission; Sandy Williams, Deputy Executive Director; John Brady, Liz Columbia, Bethany Couch, Steve Starkweather, Denise Pitts and Tammy McCall.

Other Guests Present: Julia Wang, Legislative Research Commission; David Carlsen, Kentucky Higher Education Student Loan Corporation (“KHESLC”); and April Johnson, KHESLC.

Mr. Bunning verified that a quorum was present and that the press was notified of the meeting.

Mr. Bunning introduced the first item for business, which was approval of the minutes from the January 9, 2017 meeting. A motion to accept the minutes of the January 9, 2017 meeting was made by Secretary Brinkman and seconded by Mr. Ross. Motion **CARRIED**.

Mr. Bunning directed the Commission to Resolution 2017-02:

**A RESOLUTION OF THE STATE PROPERTY AND BUILDINGS COMMISSION OF THE COMMONWEALTH OF KENTUCKY APPROVING THE ISSUANCE BY THE KENTUCKY HIGHER EDUCATION STUDENT LOAN CORPORATION OF STUDENT LOAN REVENUE BONDS, SERIES 2017A, PURSUANT TO AN INDENTURE OF TRUST, SUPPLEMENTS THERETO AND AUTHORIZING RESOLUTIONS OF KHESLC TO BE ISSUED AS ONE OR MORE SENIOR SERIES OF FEDERALLY TAX-EXEMPT OR FEDERALLY TAXABLE OBLIGATIONS IN A COMBINED AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$40,000,000.**

Mr. Brady presented Resolution 2017-02 for the approval to issue KHESLC Student Loan Revenue Bonds, Series 2017A in an amount not to exceed \$40,000,000. Proceeds from the tax-exempt fixed rate bonds will be used to purchase, originate and finance Kentucky Advantage Education, Parent and Refinance Loans (“Advantage Loans”) and Federal Family Education Loan Program (“FFELP”) loans. The transaction was approved by the KHESLC Executive Committee on December 8, 2016, and has been submitted to the Capital Projects and Bond Oversight Committee for review and

approval on February 21, 2017. Staff recommended approval. Ms. Southworth requested and Mr. Carlsen briefly explained the structure of the transaction.

Mr. Bunning called for a motion to approve Resolution **2017-02**. Ms. Smith made a motion, and was seconded by Secretary Brinkman. There being no further discussion, the motion **CARRIED** and Resolution **2017-02** was **ADOPTED**.

Mr. Bunning directed the Commission to Resolution **2017-03**:

**A RESOLUTION OF THE STATE PROPERTY AND BUILDINGS  
COMMISSION OF THE COMMONWEALTH OF KENTUCKY  
APPROVING THE ISSUANCE OF EASTERN KENTUCKY UNIVERSITY  
GENERAL RECEIPTS BONDS, 2017 SERIES A.**

Ms. Couch presented Resolution 2017-03 for the approval to issue Eastern Kentucky University (“EKU”) General Receipts Bonds, 2017 Series A, for a principal amount not to exceed \$75 million. Bond proceeds will be used to 1) finance the multi-phased project listed as “Construct Student Life Facilities” as authorized in H.B. 303 of the 2016 Regular Session of the Kentucky General Assembly; and 2) pay associated costs of issuance. Ms. Couch noted that the 2017 Series A issuance is for approximately \$48 million, and the remaining phases will be issued in the future, not to exceed the balance of the \$75 million. While there is a dedicated student fee to pay for the project, the indenture is a general pledge. The EKU Board of Regents approved the issuance on January 30, 2017, and it will be presented to CPBOC on February 21, 2017. Staff recommended approval. Ms. Southworth asked and Mr. Bunning answered that the project is an expansion of the existing Student Life Center that is currently under construction.

Mr. Bunning called for a motion to approve Resolution **2017-03**. Mr. Ross made a motion, and was seconded by Ms. Smith. There being no further discussion, the motion **CARRIED** and Resolution **2017-03** was **ADOPTED**.

With no further business before the Commission, Mr. Bunning called for a motion to adjourn. Ms. Smith made a motion to adjourn and was seconded by Ms. McCoy-Johnson. Motion carried and the meeting adjourned at 2:17 pm.

Respectfully submitted,



Ryan Barrow  
Secretary