

KENTUCKY STATE PROPERTY AND BUILDINGS COMMISSION
MINUTES
APRIL 12, 2017

The Kentucky State Property and Buildings Commission (“SPBC” or the “Commission”) meeting was called to order on Wednesday, April 12, 2017 at 3:32 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; John E. Chilton, State Budget Director, Office of the State Budget Director (“OSBD”); 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, Denise Pitts and Tammy McCall.

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 February 15, 2017 meeting. A motion to accept the minutes of the February 15, 2017 meeting was made by Secretary Brinkman and seconded by Ms. McCoy-Johnson. Motion **CARRIED**.

Mr. Bunning directed the Commission to Resolution **2017-04**:

**A RESOLUTION OF THE STATE PROPERTY AND BUILDINGS
COMMISSION OF THE COMMONWEALTH OF KENTUCKY
APPROVING THE ISSUANCE BY THE KENTUCKY ECONOMIC
DEVELOPMENT FINANCE AUTHORITY OF ITS HOSPITAL REVENUE
REFUNDING BONDS, SERIES 2017 (OWENSBORO HEALTH, INC.) IN A
PRINCIPAL AMOUNT NOT TO EXCEED \$550,000,000.**

Ms. Smith presented Resolution 2017-04 for the approval to issue Kentucky Economic Development Finance Authority (“KEDFA”) Hospital Revenue Refunding Bonds, Series 2017, in an aggregate principal amount not to exceed \$550,000,000. The bond proceeds will be used to advance refund the outstanding KEDFA Hospital Revenue Bonds, Series 2010A, and Hospital Revenue Refunding Bonds, Series 2010B, for Owensboro Medical Health System, Inc. The City of Owensboro adopted a resolution requesting KEDFA to issue the bonds, and a public hearing was conducted on March 30, 2017, in which no comments were received. If financing is approved, KEDFA will serve as the conduit issuer of the bonds. The bonds would not constitute a general obligation of KEDFA, and KEDFA would not be obligated to pay principal or interest on the bonds from its own funds. KEDFA approved the project at its meeting on March 30, 2017, and it will be presented to CPBOC on April 18, 2017. Staff recommended approval.

Director Chilton asked for a review of the calculation of benefits and Ms. Smith answered that the average annual debt service savings would be \$1.4 million. The requested term is extended to 40 years.

Mr. Bunning called for a motion to approve Resolution **2017-04**. Director Chilton made a motion, and was seconded by Secretary Brinkman. There being no further discussion, the motion **CARRIED** and Resolution **2017-04** was **ADOPTED**.

With no further business before the Commission, Mr. Bunning called for a motion to adjourn. Ms. Southworth made a motion to adjourn and was seconded by Director Chilton. Motion carried and the meeting adjourned at 3:41 pm.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'R. Barrow', is written over a horizontal line.

Ryan Barrow
Secretary