

## STATE PROPERTY AND BUILDINGS COMMISSION

June 18, 2007

### MINUTES

The State Property and Buildings Commission was called to order by Mike Burnside, Deputy Secretary, Finance and Administration Cabinet and proxy for John Farris, Secretary, Finance and Administration Cabinet at 10:00 a.m. in Room 76 of the Capitol Annex in Frankfort, Kentucky. Other members present were Libby Milligan, proxy for Governor Ernie Fletcher; Bonnie Howell, proxy for Attorney General Greg Stumbo; Katie Smith, proxy for John E. Hindman, Secretary, Cabinet for Economic Development; and Gerald Hoppmann, proxy for Edgar C. Ross, Executive Director, Office of the Controller.

Chairman Burnside verified that a quorum was present and that the press was notified of the meeting.

A motion was made by Ed Ross and seconded by Bonnie Howell to approve the minutes of the May 11, 2007 meeting. Motion carried and the minutes were approved.

Chairman Burnside introduced Resolution 2007-14:

**A RESOLUTION OF THE STATE PROPERTY AND BUILDINGS COMMISSION OF THE COMMONWEALTH OF KENTUCKY APPROVING THE ISSUANCE BY THE KENTUCKY HOUSING CORPORATION OF ITS CONDUIT MULTIFAMILY HOUSING REVENUE BONDS IN ONE OR MORE SERIES IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$7,300,000.**

F. Thomas Howard, Executive Director, Office of Financial Management, stated that Resolution 2007-14 authorizes the issuance of Kentucky Housing Corporation Multifamily Housing Revenue Bonds in one or more series by the Kentucky Housing Corporation in a total principal amount not to exceed \$7,300,000. The proceeds of the bond issue will be used to acquire and rehabilitate Columbia Commons and Middletown II Apartments located at 319 Blair Court, Middletown (Jefferson County), Kentucky. The project consists of 158 units, all of which will be operated as tax credit units with 92 Section 8 units and 66 units not covered by Section 8. The financing team for the issuance consists of Squire, Sanders & Dempsey LLP as bond counsel and the Huntington National Bank as trustee.

A motion was made by Ms. Howell and seconded by Ms. Milligan to adopt Resolution 2007-14 approving the issuance of Kentucky Housing Corporation of its Conduit Multifamily Housing Revenue Bonds in one or more series in an aggregate principal amount not to exceed \$7,300,000. Motion carried and Resolution 2007-14 was adopted.

Chairman Burnside introduced Resolution 2007-15:

**A RESOLUTION OF THE STATE PROPERTY AND BUILDINGS  
COMMISSION OF THE COMMONWEALTH OF KENTUCKY  
APPROVING THE ISSUANCE BY THE KENTUCKY HOUSING  
CORPORATION OF ITS TAX EXEMPT MULTIFAMILY HOUSING  
BONDS IN ONE OR MORE SERIES IN AN AGGREGATE PRINCIPAL  
AMOUNT NOT TO EXCEED \$3,500,000.**

Mr. Howard stated that Resolution 2007-15 authorizes the issuance of Kentucky Housing Corporation Tax Exempt Multifamily Mortgage Revenue Bonds for the purpose of acquiring and rehabilitating Carpenter's Apartments located at 3524 Georgetown Circle in Louisville, KY. The project consists of 60 one-bedroom units, 60 two bedroom units, and 40 three-bedroom units. The proceeds of the bonds will be used to finance the asset and assure the long term viability of low-income housing in the area. The financing team for the issue consists of Peck, Shaffer & Williams, LLP as bond counsel; Nixon Peabody LLP as underwriter's counsel; Centerline Capital Group as underwriter; and The Bank of New York Trust Company, N.A. as trustee.

A motion was made by Bonnie Howell and seconded by Libby Milligan to adopt Resolution 2007-15 approving the issuance by the Kentucky Housing Corporation of its Tax Exempt Multifamily Housing Revenue Bonds, Series 2007 in one or more series in an aggregate principal amount not to exceed \$3,500,000. Motion carried and Resolution 2007-15 was adopted.

Chairman Burnside introduced Resolution 2007-16:

**A RESOLUTION OF THE STATE PROPERTY AND BUILDINGS  
COMMISSION OF THE COMMONWEALTH OF KENTUCKY  
APPROVING THE ISSUANCE OF EASTERN KENTUCKY UNIVERSITY  
GENERAL RECEIPTS BONDS, 2007 SERIES A.**

Mr. Howard stated that Resolution 2007-16 authorizes the issuance of Eastern Kentucky University General Receipts Revenue and Refunding Bonds, 2007 Series A in an approximate principal amount of \$15,000,000. The proceeds of the 2007 Series A Bonds will be used by the University to finance the costs of renovation to Clay Hall and pending market conditions at the time of the sale to refund the University's remaining outstanding Housing and Dining Bonds (1968 Series J and K, 2000 Series M, 2001 Series N and 2002 Series O) which terminates the prior housing indenture for the University. The Eastern Kentucky University Board of Regents approved the issuance on April 23, 2007. The financing team for the transaction is Peck, Shaffer & Williams LLP as bond counsel; Hilliard Lyons as financial advisor; and U. S. Bank National Association as trustee.

A motion was made by Katie Smith and seconded by Bonnie Howell to adopt Resolution 2007-16 approving the issuance of Eastern Kentucky University General Receipts Revenue and Refunding Bonds, 2007 Series A. Motion carried and Resolution 2007-16 was adopted.

Chairman Burnside introduced Resolution 2007-17:

**A RESOLUTION OF THE STATE PROPERTY AND BUILDINGS  
COMMISSION OF THE COMMONWEALTH OF KENTUCKY  
APPROVING THE ISSUANCE OF MURRAY STATE UNIVERSITY  
GENERAL RECEIPTS BONDS, 2007 SERIES A.**

Mr. Howard stated that Resolution 2007-17 authorizes the issuance of 2007 Series A Murray State University General Receipts Bonds. He stated that proceeds from the sale of the bonds will be used to replace Richmond College dormitory, fund a debt service reserve for the project, and pay costs of issuing the 2007 bonds. Mr. Howard continued that the authorization will allow for the construction of a new student housing facility to replace Richmond Hall which will house approximately 300 students. Mr. Howard noted that replacing the 47-year old building with the new 91,042 square foot building will result in modernization of the student housing experience for the University. The financing team for the transaction consists of Peck, Shaffer & Williams as bond counsel; Hilliard Lyons as financial advisor; and U.S. Bank National Association as trustee.

A motion was made by Katie Smith and seconded by Bonnie Howell to adopt Resolution 2007-17 approving the issuance of Murray State University General Receipts Bonds, 2007 Series A. Motion carried and Resolution 2007-17 was adopted.

Mr. Howard informed the Commission that the proxy for the Lt. Governor's office in attendance at the April 16, 2007 meeting did not meet the statutory requirement for a proxy for the Lt. Governor. Mr. Howard further stated that after conferring with Finance and Administration attorneys, it was determined that in the interest of the projects that were approved at the April 16, 2007 meeting it would be necessary to reaffirm adoption of Resolution 2007-07 and Resolution 2007-08 for the record.

A motion was made by Bonnie Howell and seconded by Katie Smith to reaffirm adoption of Resolution 2007-07 approving the issuance of Kentucky Asset/Liability Commission Floating Rate Notes, 2007 General Fund First Series in an amount not to exceed \$350,000,000 and Resolution 2007-08 approving the issuance of Kentucky Economic Development Finance Authority Revenue Bonds, Series 2007 (Adventist Long-Term Care Obligated Group) in a principal amount not to exceed \$10,000,000 of the April 16, 2007 meeting of the Commission. Motion CARRIED and adoption of Resolution 2007-07 and Resolution 2007-08 was reaffirmed.

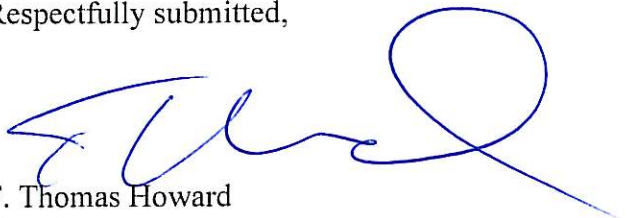
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With no further business before the Commission, a motion was made by Ms. Milligan and seconded by Ms. Smith to adjourn.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read 'F. Thomas Howard', with a large, stylized loop at the end.

F. Thomas Howard  
Secretary