

KENTUCKY STATE PROPERTY AND BUILDINGS COMMISSION
MINUTES
SEPTEMBER 15, 2020
11:00 AM

The Kentucky State Property and Buildings Commission (“SPBC” or the “Commission”) meeting was called to order on Tuesday, September 15, 2020, at 11:00 AM ET via ZOOM video teleconference by J. Michael Brown, Secretary of the Governor’s Executive Cabinet, permanent proxy for Governor Andy Beshear, and Chair of the Commission. Other members present were Geri Grigsby, proxy for Holly M. Johnson, Secretary of the Finance and Administration Cabinet (“FAC”) and Executive Director to the Commission; Beth Roark, permanent proxy for Lieutenant Governor and Vice-Chair to the Commission Jacqueline Coleman; Chris Lewis, permanent proxy for Attorney General Daniel Cameron; Edgar C. Ross, State Controller and Executive Director, Office of the Controller; John T. Hicks, State Budget Director, Office of the State Budget Director (“OSBD”); and Katie Smith, proxy for Larry Hayes, Interim Secretary for the Cabinet for Economic Development (“CED”).

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; Billy Aldridge, Steve Starkweather and Jennifer Yount.

Other Guests Present: Katherine Halloran, Legislative Research Commission (“LRC”); and Russell Kerdolff, Comptroller, Northern Kentucky University (“NKU”).

Secretary Brown verified with staff a quorum was present, and the press had been notified of the meeting.

Secretary Brown introduced the first item for business, which was the approval of the minutes from August 12, 2020, meeting. A motion to accept the minutes of the August 12, 2020, meeting was made by Director Hicks and seconded by Mr. Ross. There being no further discussion, the motion **CARRIED**.

Secretary Brown recognized Billy Aldridge to present **Resolution 2020-22**:

**RESOLUTION OF THE STATE PROPERTY AND BUILDINGS
COMMISSION OF THE COMMONWEALTH OF KENTUCKY
APPROVING THE ISSUANCE IN AN AMOUNT NOT TO EXCEED
\$10,000,000 OF NORTHERN KENTUCKY UNIVERSITY GENERAL
RECEIPTS BONDS, 2020 SERIES A AND NORTHERN KENTUCKY
UNIVERSITY GENERAL RECEIPTS REFUNDING BONDS, 2020 SERIES
B.**

Mr. Aldridge presented Resolution 2020-22 for the approval of the Northern Kentucky University General Receipts Bonds, Series 2020 A, and General Receipts Refunding Bonds, Series 2020 B, in an amount not to exceed \$10 million. Proceeds of the bonds will be used to finance the project listed as “Construct/Acquire New Residence Hall” in H.B. 200 of the 2018 Regular Session of the Kentucky General Assembly, refund the 2010 Series B bonds, and pay associated costs of issuance.

The proposed date of sale is October 12, 2020. Series A, approximately \$3.6 million, will have an estimated all in true interest cost of 1.0980% and Series B, approximately \$6.3 million, will have an estimated all in true interest cost of 1.1000%. The method of sale is competitive. Bond counsel is Dinsmore & Shohl LLP. This financing was included in OFM's September submittal to Capital Projects and Bond Oversight Committee, scheduled to meet on Wednesday, September 16, 2020. Staff recommends approval.

Secretary Brown called for a motion to approve Resolution **2020-22**. Director Hicks made a motion and was seconded by Mrs. Grigsby. The motion **CARRIED** and Resolution **2020-22** was **ADOPTED**.

Secretary Brown recognized Mrs. Smith to present **Resolution 2020-23**:

A RESOLUTION OF THE STATE PROPERTY AND BUILDINGS COMMISSION OF THE COMMONWEALTH OF KENTUCKY APPROVING THE APPLICATION OF THE SECRETARY OF THE CABINET FOR ECONOMIC DEVELOPMENT TO IDENTIFY AND SPECIFY CERTAIN ECONOMIC DEVELOPMENT PROJECTS TO BE FINANCED FROM THE PROCEEDS OF ECONOMIC DEVELOPMENT REVENUE BONDS TO BE ISSUED BY THE COMMISSION TO MAKE A GRANT TO THE CITY OF BOWLING GREEN FOR THE BENEFIT OF CROWN CORK & SEAL USA, INC. FOR \$250,000.

Ms. Smith presented Resolution 2020-23 for the approval to issue Economic Development Revenue Bonds to make a grant in the amount of \$250,000 to the City of Bowling Green on behalf of CROWN Cork & Seal USA, Inc. The company is a subsidiary of Crown Holdings, Inc., a leading manufacturer of metal beverage cans, aerosol cans, promotional packaging, metal food packaging and closures. The company is considering establishing a metal beverage cans manufacturing facility in Bowling Green to serve existing and new customers. The proposed Economic Development Fund ("EDF") grant funds will be used to offset the capital investment costs associated with the project. Under the terms of the EDF grant agreement, disbursement of grant funds will occur after the annual compliance reporting has occurred. The amount of the disbursements will be based on the performance requirements achieved. If CROWN Cork & Seal USA, Inc. fails to create or maintain the job target as of each compliance date, then the amount of the grant payable after each compliance measurement date will be reduced. KEDFA approved the project at its meeting on August 27, 2020. This was included in the OFM September submittal to Capital Projects and Oversight Committee scheduled to meet on Wednesday, September 16, 2020. Staff recommends approval.

Secretary Brown called for a motion to approve Resolution **2020-23**. Mr. Ross made a motion and was seconded by Mrs. Roark. The motion **CARRIED** and Resolution **2020-23** was **ADOPTED**.

With no further business before the Commission, Secretary Brown asked for a motion to adjourn. Mrs. Smith made a motion and was seconded by all remaining members and the meeting adjourned at 11:10 AM.

Respectfully submitted,



Ryan Barrow
Secretary

