

**KENTUCKY PRIVATE ACTIVITY BOND ALLOCATION COMMITTEE  
MINUTES  
DECEMBER 14, 2021  
2:30 PM**

The Kentucky Private Activity Bond Allocation Committee (the “Committee”) meeting was called to order on Tuesday, December 14, 2021, at 2:30 PM 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 Robert Long, proxy for Holly M. Johnson, Secretary of the Finance and Administration Cabinet (“FAC”); Edgar C. Ross, State Controller, and Executive Director; 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 Committee; Steven Starkweather, Deputy Director of OFM, Bethany Couch, Billy Aldridge, Matthew Feltner and Aubry McDonald.

Other Guests Present: Katherine Halloran, Legislative Research Commission (“LRC”) and Tom Midkiff, Kentucky Housing Corporation (“KHC”).

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

The first item on the agenda was the approval of the July 13, 2021, minutes. A motion to accept the minutes of the July 13, 2021, meeting was made by Director Ross and seconded by Mr. Long. Motion **CARRIED**.

**2021 Single Issuer Pool** – Mr. Feltner directed the Committee to the State Issuer Pool portion of the Private Activity Bond Capacity. He stated KPABAC’s allocation of private activity volume cap is an annual process, which had its first meeting in July. In the July meeting all money in the single issuer pool was allocated to Nucor. However, the structuring of Nucor’s financing left \$9,044 remaining to be reallocated. He then directed the Committee to page 8, showing KHC’s application for the remaining volume cap from the Single Issuer Pool. To prevent the remainder from lapsing, he stated staff recommends allocating the Single Issuer Pool to KHC. Mr. Feltner stated Tom Midkiff from KHC was present should the Committee have any questions for him.

Secretary Brown called for a motion to approve the Private Activity Bond Cap Allocations to KHC. Ms. Smith made a motion to approve the allocation as presented and was seconded by Mr. Long. Motion **CARRIED**.

**Summary of 2021 Volume Cap** – Mr. Feltner presented the Volume Cap summary for 2021. This summary is used to track allocations of the different pools throughout the calendar year. With the approval of the allocation to KHC, the entirety of the Commonwealth’s private activity bond cap has been allocated. The unissued portions of the allocations to state issuers may be carryforward for use in the next three calendar years. Mr. Feltner stated he was happy to answer any questions the Committee may have about this informational item.

**Summary of Carryforward** – Mr. Feltner presented the Summary of carryforward. This summary tracks the available volume cap State Issuers carryforward into each year from prior allocations. Allocations may be carryforward for use for three calendar years after the year, in which, the allocation are received. He stated KHELSC will be able to carryforward approximately \$281 million (\$281,486,362) into calendar year 2022. With today’s approval, KHC will be able to carryforward approximately \$295 million (\$295,507,610) from 2021, and will have a total of approximately \$629 million (\$629,236,135) carryforward available in 2022. The total carryforward amount available for 2022 is approximately \$911 million. Mr. Feltner stated he was happy to answer any questions you may have about this informational item.

**Discussion of Fiscal Year 2022** – Executive Director, Ryan Barrow touched on the schedule for next year stating last years first meeting was in July but, this year the meeting would be scheduled as early as February. He stated we work around the Issuer’s schedules to accommodate them. The notice will come out around the same time, early January or late December, but the meeting will take place earlier than last year. Mr. Barrow stated if anyone has any issues, concerns or suggestions let us know so we can change the schedule before it is made public.

With no further business before the Committee, Secretary Brown asked for a motion to adjourn. Mr. Long made a motion to adjourn and was seconded by Ms. Smith. Motion **CARRIED** and the meeting adjourned at 2:48 PM ET.

Respectfully submitted,



Ryan Barrow  
Secretary