

CAPITAL PROJECTS AND BOND OVERSIGHT COMMITTEE

Minutes

February 21, 2023

Call to Order and Roll Call

The February meeting of the Capital Projects and Bond Oversight Committee was held on February 21, 2023, at 4:30 PM in Room 131 of the Capitol Annex. Representative Deanna Frazier Gordon, Chair, called the meeting to order, and the secretary called the roll.

Present were:

Members: Representative Deanna Frazier Gordon, Co-Chair; Senator Rick Girdler, Co-Chair; Senator Jason Howell, Senator Robin L. Webb, Representative Keturah Herron, and Representative Walker Thomas.

Guests: Janice Tomes, Deputy State Budget Director, Office of State Budget Director; Scott Aubrey, Director, Division of Real Properties, Department for Facilities and Support Services, Finance and Administration Cabinet; Sandy Williams, Executive Director, Kentucky Infrastructure Authority; and, Ryan Barrow, Executive Director, Office of Financial Management.

LRC Staff: Katherine Halloran and Spring Emerson.

Approval of Minutes (January 24, 2023)

Representative Thomas moved to approve the minutes of the January 24, 2023 meeting. The motion was seconded by Representative Herron, and the minutes were approved without objection.

Information Items

Ms. Halloran presented information items to the committee, including the KRS 45.760(5) Postsecondary Medical, Scientific, and Research Equipment Purchases - University of Kentucky, as well as KRS 45.812(1) School District Debt Issues - New Projects, which include Carlisle County; Fort Thomas Independent (Campbell County); Harlan County; Kentucky Interlocal School Transportation Association; and, Scott County.

Also included was the Cost Reduction on Previously Approved Lease Modification (Amortization of Improvements) - Transportation Cabinet, Department of Highways, Whitley County, PR-5723.

Project Report from the Finance and Administration Cabinet

Janice Tomes provided information on an appropriation increase for the Kentucky Community and Technical College System, Construct Fire Commission National Responder Preparedness Center Classroom Building. Senator Howell moved to approve the increase. The motion was seconded by Representative Thomas, and the appropriation increase was approved by roll call vote.

Ms. Tomes described the Emergency Repair, Maintenance, or Replacement Project - Department of Education, Operations and Support Services, Kentucky School for the Blind Evans Hall Emergency Water Damage Restoration, for which no action was required by the committee.

Information was also provided on the Pool Allocations - Tourism, Arts and Heritage Cabinet for the Department of Parks (House Bill 268 Wastewater Treatment and Infrastructure Upgrades Pool) for the Kingdom Come Water Infrastructure Upgrade; Lake Barkley Water Infrastructure Upgrade; and, Lake Barkley Sewer Infrastructure Upgrade. Also included was the State Fair Board - Kentucky Exposition Center Security System and Camera Upgrades. These projects required no action from the committee.

Action Item - Lease Report from the Finance and Administration Cabinet - Lease Modifications of at least \$50,000 (Amortization of Improvements) - General Government Cabinet, Department of Agriculture, Franklin County

Scott Aubrey presented information on two Franklin County Kentucky Department of Agriculture lease modifications, PR-4505 and PR-5363. Senator Webb moved to roll the two into one roll call vote. The motion was seconded by Senator Girdler, and the two were rolled into one vote.

There being no questions regarding the two lease modifications, Representative Thomas moved to approve the leases. Senator Girdler seconded the motion, and the lease modifications were approved without objection.

**Action Item - Report from the Office of Financial Management
Kentucky Infrastructure Authority**

Sandy Williams presented information on Two Loans (Fund B and Fund F) and Four Round One Cleaner Water Program County Pool Water Grant Reallocations. Senator Webb moved to roll these projects into one roll call vote. The motion was seconded by Representative Herron, and the projects were rolled into one vote.

The loans include Infrastructure Revolving Fund (Fund B) Program Loan - City of Springfield f/b/o Springfield Water and Sewer Commission (Washington County), B23-002, and Drinking Water state Revolving Fund (Fund F) Program Loan - Adair County Water District, F23-006S. Also included was Round One (Senate Bill 36) Cleaner Water Program County Pool Grant Reallocations - Water. Representative Thomas moved that these projects be approved. The motion was seconded by Senator Webb, and the committee approved by roll call vote.

Ryan Barrow presented information on Kentucky Higher Education Student Loan Corporation (KHESLC) Student Loan Revenue Bonds. Representative Herron moved to approve the KHESLC debt issue. Representative Thomas seconded the motion, and the debt issue was approved by roll call vote.

Mr. Barrow provided information on the seven new SFCC projects, which include Berea Independent (Madison County), Boone County, Carroll County, Campbellsville Independent (Taylor County), Johnson County, Powell County, and Russell Independent (Greenup County). Senator Webb moved that the seven SFCC projects be rolled into one roll call vote. The motion was seconded by Senator Girdler, and the vote was rolled into one.

Representative Thomas moved to approve the SFCC projects. Senator Webb seconded the motion, and the projects were approved by roll call vote.

Next Meeting

The next meeting will be held on Thursday, March 16, 2023, upon adjournment of both chambers, in Room 131 of the Capitol Annex, with Senator Girdler presiding. Submissions for the meeting are due by March 2, 2023.

Adjournment

There being no further business before the committee, Representative Thomas moved that the meeting be adjourned. The motion was seconded by Senator Girdler, and the meeting adjourned at 4:48 PM.