

CAPITAL PROJECTS AND BOND OVERSIGHT COMMITTEE

Minutes

August 20, 2026

Call to Order and Roll Call

The August meeting of the Capital Projects and Bond Oversight Committee was held on August 20, 2026, at 1:00 PM ET/12:00 PM CT in Room 129 of the Capitol Annex. Representative Shawn McPherson, Chair, called the meeting to order, and the secretary called the roll.

Present were:

Members: Representative Shawn McPherson, Co-Chair; Senator Shelley Funke Frommeyer, Co-Chair; Senators Rick Girdler, Scott Madon, and Reginald L. Thomas; Representatives Jason Petrie, and Sarah Stalker.

Guests: Janice Tomes, Deputy State Budget Director, Office of State Budget Director; Sandy Williams, Executive Director, Kentucky Infrastructure Authority; Matthew Wingate, General Counsel, Economic Development Cabinet; Daniel Harrison, Central Kentucky Business Park Authority representing Scott County; Jeff Fultz, Central Kentucky Business Park Authority representing Madison County; Kevin Atkins, Chief Development Officer, City of Lexington; Steve Starkweather, Deputy Executive Director, Debt, Office of Financial Management.

LRC Staff: Katherine Halloran, Savannah Fritsch, Christy Kinney, and Spring Emerson.

Approval of Minutes

Senator Madon moved to approve the minutes of the July 16, 2026 meeting. The motion was seconded by Co-Chair Funke Frommeyer, and the minutes were approved without objection by voice vote.

Information Items

Ms. Halloran presented the Information Items as A. KRS 45.760(5) Postsecondary Medical Equipment Purchases - University of Kentucky; B. KRS 45.800(2)/KRS 45.810(3) and KRS 45.800(4)/KRS 45.810(4) Notifications; C. KRS 45A.077(6) Postsecondary Notice of Intent to use Public-Private Partnership (P3) Project Delivery Method - University of Louisville - Construct Resident Hall Public-Private Partnership; D. KRS 45A.180(2) Postsecondary Notices of Intent to Use Alternative Construction Contracting Project Delivery Method - University of Kentucky - Construction Management-At-Risk for 1. Construct/Improve Arts and Innovation Complex, and 2. Improve Arboretum Complex; E. House Bill 500 (2026 Regular Session) Reporting - Pool Allocation - Postsecondary Education Cabinet, Eastern

Committee meeting materials may be accessed online at <https://apps.legislature.ky.gov/CommitteeDocuments/13>

Kentucky University (Aviation Acquisition Pool - 2026-2028); F. House Bill 6 (2024 Regular Session) Reporting - Postsecondary Asset Preservation Pool Allocation - Kentucky Community and Technical College System; and G. Postsecondary Lump Sum Leased Property Improvements - University of Kentucky.

Project Report from the Finance and Administration Cabinet

Janice Tomes, Deputy State Budget Director, Office of State Budget Director, presented information on new projects and an appropriation increase requiring action and pool allocations requiring no action. Senator Girdler moved to roll the action items into a single roll call vote. The motion was seconded by Senator Madon, and the votes were rolled without objection by voice vote.

The action items included 1. New Projects for a. Tourism, Arts and Heritage Cabinet, Department of Fish and Wildlife Resources - Riverbend Property Acquisition and b. Justice and Public Safety Cabinet, Kentucky State Police (KSP) - KSP Metal Shark Boat 23 Relentless; and, 2. Appropriation Increase - Tourism, Arts and Heritage Cabinet, Kentucky Horse Park Commission - Kentucky Horse Park Replace Competition Barns and Stalls.

Director Tomes also presented information on Pool Allocations for which no action was required, which included 1. Justice and Public Safety Cabinet, Department of Corrections, Adult Correctional Institutions (Maintenance Pool - 2024-2026) - Bell County Forestry Camp Wastewater Treatment Plant Repair/Replace, and 2. Finance and Administration Cabinet, Department for Facilities and Support Services (Historic Properties Deferred Maintenance Pools - 2022-2024 and 2024-2026) - Berry Hill Roof Replacement.

In response to Chair McPherson, Director Tomes said the fund source for the KSP boat purchase is from Port Security FEMA funds.

Senator Madon moved to approve the action items. The motion was seconded by Co-Chair Funke Frommeyer, and the action items were approved without objection by roll call vote.

Report from the Office of Financial Management

Kentucky Infrastructure Authority (KIA) - Sandy Williams, Executive Director, Kentucky Infrastructure Authority, presented information on KIA loans and Cleaner Water Program County Pool Water Grant Reallocations. Senator Girdler moved to roll the action items into a single roll call vote. The motion was seconded by Senator Madon, and the votes were rolled without objection by voice vote.

The items included 1. Infrastructure Revolving Fund (Fund B) Program Loans for a. Wood Creek Water District (Laurel County), B26-012, and b. City of Morehead (Rowan County), B27-001; 2. Drinking Water State Revolving Fund (Fund F) Program Loans for a. Crittenden-

Livingston County Water District (Crittenden County), F26-012 and F27-004E, b. City of Harrodsburg (Mercer County), F26-027; and, 3. Cleaner Water Program County Pool Water Grant Reallocations for a. Round One (Senate Bill 36 - 2021 Regular Session) (Two), and b. Round Two (House Bill 1 - 2022 Regular Session) (One).

In response to Co-Chair Funke Frommeyer, Director Williams said the Crittenden-Livingston County Water Water District project has multiple phases and the engineering fees are for the next phase of the project.

In response to Representative Petrie, Director Williams said the Crittenden project is very large, consisting of 2 systems being merged and replaced. This project will provide water service for several systems within that area.

In response to Senator Thomas, Director Williams said this system will provide water service to 4 systems.

Senator Madon moved to approve the KIA projects. The motion was seconded by Senator Girdler, and the projects were approved without objection by roll call vote.

EDF Grants - Matthew Wingate, Chief Legal Counsel, Cabinet for Economic Development, presented information on Economic Development Fund (EDF) Grants which required action. Senator Girdler moved to roll the EDF Grants into a single roll call vote. The motion was seconded by Senator Madon and the votes were rolled without objection by voice vote.

The EDF Grants included 1. Kentucky Product Development Initiative - 2024 Round 2 for a. City of Berea (Madison County) on behalf of the Central Kentucky Business Park Authority, b. One East Kentucky Corporation on behalf of the Floyd County Fiscal Court, c. Big Sandy Regional Industrial Authority on behalf of the Magoffin County Fiscal Court, d. Clinton County Fiscal Court on behalf of the Clinton County Industrial Development Authority, e. Adair County Fiscal Court on behalf of the Columbia-Adair County Economic Development Authority, f. Monroe County Fiscal Court on behalf of the Monroe County Industrial Development Authority, g. City of Richmond (Madison County) on behalf of the Richmond Industrial Development Corporation, h. Ballard County Fiscal Court on behalf of the City of Wickliffe, and i. Montgomery County Fiscal Court on behalf of the Mt. Sterling-Montgomery County Industrial Authority; and 2. Hart County Fiscal Court on behalf of The Marzetti Company.

In response to Co-Chair Funke Frommeyer, Mr. Fultz said the matching funds were sourced from Fayette, Scott, and Madison Counties, as well as the City of Berea.

In response to Senator Thomas, Mr. Harrison said the park is being actively marketed. Mr.

Atkins said product is very important in Kentucky right now, and this project puts them in the center of the conversation.

In response to Chair McPherson, Mr. Fultz said this is a good project to move forward.

In response to Senator Madon, Mr. Fultz said they are not seeking other fund sources.

Representative Petrie thanked the presenters for providing the requested information.

In response to Co-Chair Funke Frommeyer, Counselor Wingate said the Monroe County project is to fill a need for industrial development land.

Representative Petrie suggested that information from the site selection report from the independent consultant would be helpful to the committee in the future, along with updated data.

Senator Thomas said tracking industrial development in rural counties would also be helpful.

In response to Chair McPherson, Counselor Wingate said having space available in rural communities will attract better products and services.

Co-Chair Funke Frommeyer moved to approve the EDF grants. The motion was seconded by Senator Girdler, and the grants were approved without objection by roll call vote.

Office of Financial Management - Steve Starkweather, Deputy Executive Director, Debt, Office of Financial Management provided information on Previous Debt Issues requiring no action, which included 1. State Property and Buildings Commission Road Fund Revenue Bonds, Project No. 134 Federally Taxable Series A, 2. State Property and Buildings Commission Revenue Bonds, Project No. 135 Series A, 3. State Property and Buildings Commission Revenue Refunding Bonds, Project No. 135 Series B, and 4. State Property and Buildings Commission Agency Fund Revenue Refunding Bonds, Project No. 136.

Remaining 2026 Meeting Dates

The remaining meeting dates for this calendar year will be held on the third Thursday of the month at 3:00 PM ET/2:00 PM CT in Capitol Annex Room 131, unless otherwise indicated.

Oct. 15 - Rep. McPherson, Chair (submissions due Oct. 1)

Nov. 19 - Sen. Funke Frommeyer, Chair (submissions due Nov. 5)

Dec. 17 - Rep. McPherson, Chair (submissions due Dec. 3)

Adjournment

There being no further business before the committee, the meeting was adjourned at 1:55 PM ET/12:55 PM CT.