

# CAPITAL PROJECTS AND BOND OVERSIGHT COMMITTEE

## Minutes

March 26, 2024

### Call to Order and Roll Call

The March meeting of the Capital Projects and Bond Oversight Committee was held on March 26, 2024, at 10:00 AM in Room 171 of the Capitol Annex. Senator Rick Girdler, Chair, called the meeting to order, and the secretary called the roll.

### Present were:

Members: Senator Rick Girdler Co-Chair; and Representative Walker Thomas.

Guests: Janice Tomes, Deputy State Budget Director, Office of State Budget Director; Natalie Brawner, Director, Division of Real Properties, Department for Facilities and Support Services; Sandy Williams, Executive Director, Kentucky Infrastructure Authority; Katie Smith, Deputy Secretary and Commissioner, Department for Financial Services, Cabinet for Economic Development; Kylee Palmer, Director of Program Administration, Department for Financial Services, Cabinet for Economic Development; and, Steve Starkweather, Deputy Executive Director, Debt, Office of Financial Management.

LRC Staff: Katherine Halloran, Savannah Wiley, and Spring Emerson.

### Information Items

Ma. Halloran outlined the information items as KRS 45.812(2) School District Debt Issues - New Projects; KRS 45.760(5) Postsecondary Medical Equipment Purchases - University of Kentucky; KRS 45.812(2) School District Debt Issues - New Projects for 1) Ashland Independent in Boyd County, 2) Casey County, 3) Daviess County, 4) Pineville Independent in Bell County, and 5) Scott County; KRS 45A.180(2) Postsecondary Notice of Intent to Use Alternative Construction Contracting Project Delivery Method - Northern Kentucky University - Construction Manager-General Contractor, Expand Herrmann Science Center; and, KRS 45A.860(3) Reports from the Auditor of Public Accounts. There were no questions.

### Project Report from the Finance and Administration Cabinet - Pool Allocations

Ms. Tomes provided information on the Postsecondary Education, Kentucky State University (Asset Preservation Pool - 2022-2024) - Combs Hall Renovation, as well as the following items from the Tourism, Arts and Heritage Cabinet: 1) Kentucky State Fair Board (Property Improvements) - Kentucky Exposition Center Renovation Design; 2) Department of Parks (House Bill 26 Wastewater Treatment and Infrastructure Upgrades Pool) - Carter Caves State Resort Park Sewer Upgrades - Phase II; and, 3) Department of Fish and Wildlife Resources

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

(Fees-in-Lieu-Of Stream Mitigation Projects Pool) for Possom Hollow in Butler County, Tributary to Twelvemile Creek in Campbell County, and Slabcamp Branch in Rowen County. Those six projects required no action. There were no questions.

### **Action Item - Lease Report from the Finance and Administration Cabinet**

Ms. Brawner provided information on a New Lease - Cabinet for Health and Family Services, Department for Community Based Services - McCreary County, PR-5769, as well as Lease Renewals (Same Terms and Conditions) for the following: 1) General Government Cabinet a. Department of Agriculture - PR-4804, Franklin County, and b. Unified Prosecutorial System - PR2591, Jefferson County; 2) Education and Labor Cabinet, Department of Workforce Development - PR-5181, Fayette County; 3) Energy and Environment Cabinet, Office of the Secretary - PR-5343, Perry County; 4) Cabinet for Health and Family Services, General Administration and Program Support - PR-4882, Franklin County; 5) Cabinet for Health and Family Services, Office for Children with Special Healthcare Needs - PR-4354, Fayette County; 6) Cabinet for Health and Family Services, Department for Income Support - PR-3590, Franklin County; 7) Cabinet for Health and Family Services, Department for Community Based Services for a. PR-2829 in Montgomery County, b. PR-3282 in Franklin County, c. PR-3665 in Barren County, d. PR-3855 in Bourbon County, e. PR-4460 in Pulaski County, f. PR-4487 in Letcher County, g. PR-5373 in Warren County, h. PR-5720 in Graves County; 8) Justice and Public Safety Cabinet, a. Department of Corrections, Division of Probation and Parole - PR-5412, Daviess County, and b. Department of Public Advocacy - PR-5095, Fayette County; and, 9) Transportation Cabinet, Department of Vehicle Regulation, Division of Driver Licensing - PR-5683, Jefferson County. Also included was a Lease Modification of At Least \$50,000 (Amortization of Improvements) - General Government Cabinet, Occupational and Professional boards and Commissions, Board of Accountancy - Jefferson County, PR-5711. There were no questions.

### **Report from the Office of Financial Management**

Ms. Williams presented information on fifteen loans and thirteen Cleaner Water Program grants, as follows: 1) Clean Water State Revolving Fund (Fund A) Program Loans, a. City of Ashland (Boyd County), A-22-005; b. City of Providence (Webster County), A23-001S; c. Adair County Water District (Adair County), A24-007; c. City of Springfield f/b/o Springfield Water and Sewer Commission (Washington County), A24-016S. 2) Infrastructure Revolving Fund (Fund B) Program Loan - Bronston Water Association (Pulaski County), B22-005 (Increase), 3) Drinking Water State Revolving Fund (Fund F) Program Loans: a. City of Providence (Webster County), F22-021; b. City of Springfield f/b/o Springfield Water and Sewer Commission (Washington County), F24-005; c. Martin County Water District (Martin County), F24-022L; d. City of Paintsville f/b/o Paintsville Utilities Commission (Johnson County), F24-026L; e. Southern Water and Sewer District (Floyd County), F24-036L; f. City of Prestonsburg f/b/o Prestonsburg City Utilities Commission (Floyd County), F24-037L; g. City of Pikeville (Pike County), F24-048L; h. Ohio County Water District (Ohio County), F24-051L;

i. City of Ashland (Boyd County), F24-056L; and, j. Mountain Water District (Pike County), F24-063L. Cleaner Water Program Grants included: a. Round One (Senate Bill 36) - Sewer (One - County Pool Reallocation); b. Round One (Senate Bill 36) - Water (Two - Supplemental Pool/Two - County Pool Reallocations); c. Round Two (House Bill 1) - Sewer (Three - County Pool Reallocations); and, d. Round Two (House Bill 1) - Water (Five - County Pool Reallocations). There were no questions.

Ms. Smith and Ms. Palmer presented information on thirteen Economic Development Fund (EDF) Grants, as follows: 1) City of Bardstown on behalf of the Nelson County Fiscal Court; 2) City of Hodgenville on behalf of the LaRue County Fiscal Court; 3) City of Somerset on behalf of the Somerset-Pulaski Economic Development Authority; 4) City of Winchester on behalf of the Winchester-Clark County Industrial Development Authority; 5) Clinton County Fiscal Court on behalf of the Clinton County Industrial Development Authority; 6) Graves County Fiscal Court on behalf of Graves County Economic Development; 7) Green County Fiscal Court on behalf of the Green Economic Team; 8) Laurel County Fiscal Court on behalf of the London-Lauren County Economic Development Authority; 9) Logan County Fiscal Court on behalf of the Logan Industrial Development Authority; 10) Montgomery County Fiscal Court on behalf of the Mount Sterling-Montgomery County Industrial Authority; 11) Scott County Fiscal Court on behalf of the City of Georgetown; 12) Wayne County Fiscal Court on behalf of the Monticello-Wayne County Industrial Authority; and, 13) Webster County Fiscal Court on behalf of the Webster County Industrial Development Authority. There were no questions.

Mr. Starkweather presented information on four new debt issues as well as two school district debt issues with School Facilities Construction Commission (SFCC) participation. The four new debt issues included: 1) Northern Kentucky University General Receipts Refunding Bonds, 2024 Series A; 2) Kentucky Housing Corporation Multifamily Conduit Revenue Bonds (Chenoweth Wood Apartments), Series 2024; 3) State Property and Buildings Commission Revenue Bonds, Project No. 130 Series A; Revenue Refunding Bonds, Project No. 130 Series B; and Revenue Refunding Bonds, Project No. 130 Series C (Optional Tender); 4) Kentucky Asset/Liability Commission Project Notes, 2024 Federal Highway Trust Fund (GARVEEs) First Refunding Series A. The two school district issues with SFCC participation included a new project in Mercer County and refunding in Calloway County. There were no questions.

### **Adjournment**

The next meeting is scheduled for April 23, 2024 at 3:00 PM in Room 131. There being no further business before the committee, the meeting was adjourned at 10:40 AM.