

# CAPITAL PROJECTS AND BOND OVERSIGHT COMMITTEE

## Minutes

March 19, 2026

### Call to Order and Roll Call

The March meeting of the Capital Projects and Bond Oversight Committee was held on March 19, 2026, at 4:30 PM in Room 131 of the Capitol Annex. Senator Shelley Funke Frommeyer, Chair, called the meeting to order, and the secretary called the roll.

### Present were:

Members: Senator Shelley Funke Frommeyer, Co-Chair; Representative Shawn McPherson, Co-Chair; Senator Scott Madon; Representatives Sarah Stalker and Walker Thomas.

Guests: Andy Casebier, Assistant Vice President for Facilities Support Services, Kentucky Community and Technical College System; Janice Tomes, Deputy State Budget Director, Office of State Budget Director; Scott Baker, Executive Director, Division of Engineering, Department for Facilities and Support Services, Finance and Administration Cabinet (FAC) Natalie Brawner, Director, Division of Real Properties, Department for Facilities and Support Services, FAC; Sandy Williams, Executive Director, Kentucky Infrastructure Authority; Kylee Palmer, Deputy Commissioner, Department for Financial Services, Cabinet for Economic Development; and, Steve Starkweather, Deputy Executive Director, Debt, Office of Financial Management.

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

### Approval of Minutes

Senator Madon moved to approve the minutes of the February 19, 2026 meeting. The motion was seconded by Representative Stalker, 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 and Research Equipment Purchases for 1. Murray State University, 2. University of Kentucky, and 3. University of Louisville; B. KRS 45.812(1) School District Debt Issues for 1. Fayette County, 2. Hopkins County, 3. Kentucky Interlocal School Transportation Association, and 4. Ludlow Independent (Kenton County); C. KRS 45A.180(2) Postsecondary Notice of Intent to Use Alternative Construction Contracting Project Delivery Method - NKU - Construction Manager-General Contractor - Renovate/Expand Civic Center for Northern KY Medical Examiner and KSP Crime Lab Relocation; D. KRS 48.111(6)(a) Advertisement Notice for

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

Leased Space - Justice and Public Safety Cabinet, Kentucky State Police, Jefferson County, PR-5888; E. House Bill 6 (2024 Regular Session) Reporting - Postsecondary Asset Preservation Pool Allocations - Northern Kentucky University; and, F. Auditor of Public Accounts Model Audit Program Checklist for Postsecondary Institutions Lease Law Compliance Reports.

In response to Chair Funke Frommeyer, Ms. Tomes said the Justice and Public Safety Cabinet has been working with the Northern Kentucky University on the expansion and renovation of the Civic Center for the Northern KY Medical Examiner and KSP Crime Lab relocation. The Memorandum of Agreement for the construction part of the project has been signed. Ms. Tomes expressed her confidence that the operating lease will be agreed upon as well.

### **Project Report from the Postsecondary Institutions - KCTCS**

Andy Casebier, Assistant Vice President for Facilities Support Services, Kentucky Community and Technical College System (KCTCS), presented information on a new project requiring action.

The new project was Construct Fire Academy Maintenance Building - Fire Commission. Representative Walker Thomas moved to approve the new project. The motion was seconded by Senator Madon, and the project was approved without objection by voice vote.

### **Project Report from the Finance and Administration Cabinet**

Janice Tomes, Deputy State Budget Director, Office of State Budget Director, presented information on a new project requiring action and two pool allocations requiring no action. The action item included New Project - Transportation Cabinet, Department of Highways - KYTC Hardin County I-65 Southbound Commercial Motor Vehicle Station Relocation.

In response to Co-Chair McPherson, Mr. Baker said the project had not been bid. The cost is based on estimates from the design team of what is anticipated for demolition and rebuilding, including additional site infrastructure. The scope includes the full building, inspection barns, trucker restroom building, and all site utilities. Senator Madon moved to approve the new project. The motion was seconded by Representative Stalker, and the project was approved without objection by roll call vote.

Ms. Tomes presented information on two projects requiring no action, which included B. Pool Allocations for 1. Department of Education, Operations and Support Services (State Schools HVAC Pools - 2020-2022 and 2022-2024) - Kentucky School for the Blind Campus HVAC Improvements, and 2. Justice and Public Safety Cabinet, Department of Corrections, Adult Correctional Institutions (Maintenance Pool - 2024-2026) - Little Sandy Correctional

Complex Campus-Wide Roof Repairs/Replacements.

### **Lease Report from the Finance and Administration Cabinet**

Natalie Brawner, Director, Division of Real Properties, Department for Facilities and Support Services, Finance and Administration Cabinet (FAC), provided information on two new leases requiring action and two lease modifications requiring no action.

The Action Items included - New Leases 1. Justice and Public Safety Cabinet, Department of Public Advocacy, Christian County, PR-5856. Representative Walker Thomas moved to approve the new lease. The motion was seconded by Representative Stalker, and the lease was approved without objection by roll call vote.

The other Action Item was for 2. Transportation Cabinet, Department of Vehicle Regulation, Kenton County, PR-5837. Representative Stalker moved to approve the new lease. The motion was seconded by Representative Walker Thomas, and the lease was approved without objection by roll call vote.

Ms. Brawner provided information on two lease modifications requiring no action for Lease Modifications Under \$50,000 (Amortization of Improvements) for 1. Finance and Administration Cabinet, Department of Revenue, Jefferson County, PR-5910, and 2. Transportation Cabinet, Department of Vehicle Regulation, Adair County, PR-5624.

In response to Co-Chair McPherson, Ms. Brawner said the renovations were necessary to accommodate the needs of the lessee in order to suit its operations.

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

Kentucky Infrastructure Authority - Sandy Williams, Executive Director, Kentucky Infrastructure Authority, presented information for four sewer loans and six Cleaner Water Program grant reallocations requiring action and three line-item water grants requiring no action. Co-Chair McPherson moved to roll the ten action items into one roll call vote. The motion was seconded by Senator Madon, and the ten votes were rolled into one without objection.

The Action Items included 1. Clean Water State Revolving Fund (Fund A) Program Loans for a. Increase - Louisville and Jefferson County Metropolitan Sewer District (Jefferson County), A23-007, and b. Paducah McCracken Joint Sewer Agency (McCracken County), A26-019; 2. Infrastructure Revolving Fund (Fund B) Program Loans for a. City of Mount Washington (Bullitt County), B26-005, and b. City of Eminence (Henry County), B26-007; 3. Cleaner Water Program Grant Reallocations for a. Round One (Senate Bill 36 - 2021 Regular Session) - Water (One - Supplemental Pool), b. Round Two (House Bill 1 - 2022 Regular Session) - Sewer (One - County Pool), and c. Round Two (House Bill 1 - 2022 Regular

Session) - Water (Three - County Pool/One - Supplemental Pool). Senator Madon moved to approve the ten action items. The motion was seconded by Representative Walker Thomas, and the ten items were approved without objection by roll call vote.

Ms. Williams continued with 4. House Bill 1 (2024 Regular Session) Line-Item Water Grants (Three), for which no action was required.

Cabinet for Economic Development - Kylee Palmer, Deputy Commissioner, Department for Financial Services, CED, presented information on twelve Economic Development Fund (EDF) Grants - Kentucky Product Development Initiative, requiring action. Co-Chair McPherson moved to roll the twelve grants into one roll call vote. The motion was seconded by Senator Madon, and the votes were rolled into one without objection by voice vote.

The EDF Grants included 1. 2024 Round 1, a. Kentucky I-71 Economic Development Alliance on behalf of the Gallatin County Fiscal Court (Due Diligence), b. Kentucky I-71 Economic Development Alliance on behalf of the Gallatin County Fiscal Court (Infrastructure), c. Hopkins County Fiscal Court on behalf of the Madisonville-Hopkins County Economic Development Corporation, d. Clay County Fiscal Court on behalf of the Elk Hill Regional Industrial Authority, and e. Bourbon County Fiscal Court on behalf of the Bourbon County-Nicholas County Joint Economic Development Authority.

Also included were 2. 2024 Round 2 - Laurel County Fiscal Court on behalf of the London-Lauren County Economic Development Authority; and, 3. 2022 Round 2(b) for a. Monroe County Fiscal Court on behalf of the Monroe County Industrial Development Authority, b. Clinton County Fiscal Court on behalf of the Clinton County Industrial Development Authority, c. City of Richmond on behalf of the Richmond Industrial Development Corporation, d. Adair County Fiscal Court on behalf of the Columbia-Adair County Economic Development Authority, e. Montgomery County Fiscal Court on behalf of the Mt. Sterling-Montgomery County Industrial Authority, and f. City of Versailles on behalf of the Woodford County Economic Development Authority.

In response to Chair Funke Frommeyer, Ms. Palmer said details of the spec buildings would be provided at a later date.

Representative Stalker moved to approve the twelve EDF grants. The motion was seconded by Representative Walker Thomas, 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, presented information on four new debt issues and six

SFCC debt issues requiring action and a previous debt issue requiring no action. Representative Stalker moved to roll the four new debt issues into one roll call vote. The motion was seconded by Co-Chair McPherson, and the votes were rolled into one without objection.

The New Debt Issues included a. University of Kentucky General Receipts Refunding Bonds, 2026 Series A, b. State Property and Buildings Commission Road Fund Revenue Bonds, Project No. 134 Federally Taxable Series A and Road Fund Revenue Refunding Bonds, Project No. 134 Series B, c. State Property and Buildings Commission Revenue Bonds, Project No. 135 Series A and Revenue Refunding Bonds, Project No. 135 Series B, and, d. State Property and Buildings Commission Agency Fund Revenue Refunding Bonds, Project No. 136.

Representative Stalker moved to approve the new debt issues. The motion was seconded by Representative Walker Thomas, and the new debt issues were approved without objection by roll call vote.

Mr. Starkweather presented the Previous Debt Issue - Kentucky Housing Corporation Single Family Mortgage Revenue Bonds, 2026 Series A (Non-AMT) and 2026 Series B (Taxable), for which no action was required.

Mr. Starkweather continued with the Action Item - School District Debt Issues with School Facilities Construction Commission Debt Service Participation. Co-Chair McPherson moved to roll the six SFCC debt issues into one roll call vote. The motion was seconded by Representative Walker Thomas, and the votes were rolled into one without objection.

The SFCC debt issues included 1. New Projects for a. Ashland Independent (Boyd County), b. Bath County, c. Harlan County, d. Rowan County, and 2. Refundings for a. Ludlow Independent (Kenton County) and b. Webster County. Senator Madon moved to approve the six SFCC debt issues. The motion was seconded by Representative Stalker, and the debt issues were approved without objection by roll call vote.

### **Adjournment**

The next meeting is scheduled for Monday, April 27, 2026 at 2:00 PM in Room 131 of the Capitol Annex, with Representative McPherson presiding. Submissions are due on April 13, 2026. There being no further business before the committee, the meeting was adjourned at 5:20 PM.