

CAPITAL PROJECTS AND BOND OVERSIGHT COMMITTEE

Minutes

September 17, 2026

Call to Order and Roll Call

The September meeting of the Capital Projects and Bond Oversight Committee was held on September 17, 2026, at 3:00 PM ET/2:00 PM CT in Room 129 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; Representatives Jason Petrie, Sarah Stalker, and Walker Thomas.

Guests: Janice Tomes, Deputy State Budget Director, Office of State Budget Director; Shawn Hokanson, Environmental Control Manager for Water Resources, Energy and Environment Cabinet; Charles Bush, Commissioner, Dept. for Facilities and Support Services, Finance and Administration Cabinet; Sandy Williams, Executive Director, Kentucky Infrastructure Authority; and, Matthew Wingate, General Counsel, Cabinet for Economic Development.

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

Approval of Minutes

Representative Thomas moved to approve the minutes of the August 20, 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 Equipment Purchases - University of Kentucky; B. KRS 45.812(1) School District Debt Issues - New Projects for 1. Bell County and 2. Hopkins County; C. KRS 45A.180(2) Postsecondary Notice of Intent to Use Alternative Construction Contracting Project Delivery Method - University of Louisville - Design-Build - Modernize Campus Infrastructure (Student Wellness Center Renovation); and, D. House Bill 500 (2026 Regular Session) Reporting - Postsecondary Asset Preservation Pool Allocations - Kentucky Community and Technical College System.

In response to Chair Funke Frommeyer, Representative Petrie explained that using the

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

design/build method can shift risk to the developer and decrease expenses.

Project Report from the Finance and Administration Cabinet

Janice Tomes, Deputy State Budget Director, Office of State Budget Director, presented information on 4 new projects and 3 project amendments, which required action, along with 2 pool allocations requiring no action. Co-Chair McPherson moved to roll the 7 projects into a single vote. The motion was seconded by Representative Thomas and the votes were rolled without objection by voice vote.

The action items New Projects included 1. Transportation Cabinet, Dept. of Highways - KYTC Junior Williamson Rest Area Remodel; 2. General Government, Dept. of Military Affairs for a. Leitchfield RC Interior Renovations, b. Russellville Renovations, and c. DMA WHFRTC Cypress Creek Restoration Phase IV. The action items New Projects - Amendments included 1. KYTC Simpson County Infrastructure Rehabilitation; 2. KYTC D-1 Whitehaven Rest Area Renovation; and, 3. KYTC D-9 Carter County Eastbound Renovation.

Representative Thomas moved to approve the 7 projects. The motion was seconded by Co-Chair McPherson, and the projects were approved without objection by roll call vote.

Deputy Director Tomes and Mr. Hokanson provided information on Pool Allocations - Energy and Environment Cabinet, Department for Environmental Protection (State-Owned Dam Repair - 2024-2026), for which no action was required.

In response to Chair Funke Frommeyer, Mr. Hokanson said design plans for Clements Lake Dam are about 40% complete, and are ready to advance to the next phase with this pool allocation. The Big Bone State Park Dam is ready for preparation of the bid package for that dam removal. There is no current indication of going over budget on these projects.

In response to Representative Petrie, Mr. Hokanson said during the investigation of the Big Bone State Park Dam, nothing was found that would change the original scope of construction.

Lease Report from the Finance and Administration Cabinet

Charles Bush, Commissioner, Department for Facilities and Support Services, Finance and Administration Cabinet (FAC), presented information on the Lease Report from the FAC, which included a Lease Modification of at Least \$50,000 (Amortization of Improvements) - Transportation Cabinet, Dept. of Vehicle Regulation, Grayson County, PR-5826, for which action was required.

In response to Co-Chair McPherson, Commissioner Bush said the space is needed for drivers licensing within the Kentucky Transportation Cabinet as well as drivers testing by the

Kentucky State Police.

Representative Stalker moved to approve the lease modification. The motion was seconded by Chair Funke Frommeyer, and the modification was approved without objection by roll call vote.

Report from the Office of Financial Management

Kentucky Infrastructure Authority - Sandy Williams, Executive Director, Kentucky Infrastructure Authority, presented information on 9 Cleaner Water Program County Pool grant reallocations requiring action. Representative Thomas moved to roll the 9 grant reallocations into a single vote. The motion was seconded by Co-Chair McPherson, and the votes were rolled into a single vote without objection. The grant reallocations included 1. Round One (Senate Bill 36 - 2021 Regular Session) - Water (Two); 2. Round Two (House Bill 1 - 2022 Regular Session) - Sewer (Two); and, 3. Round Two (House Bill 1 - 2022 Regular Session) - Water (Five).

Co-Chair McPherson moved to approve the grant reallocations. The motion was seconded by Representative Stalker, and the reallocations were approved without objection by roll call vote.

Economic Development Fund Grants - Matthew Wingate, Chief Legal Counsel, Cabinet for Economic Development, presented information on 3 EDF grants requiring action. Representative Thomas moved to roll the 3 grants into a single vote. The motion was seconded by Co-Chair McPherson, and the votes were rolled without objection.

The Economic Development Fund Grants - Kentucky Product Development Initiative - 2024 Round 2 included 1. Nicholas County Fiscal Court on behalf of the Bourbon County-Nicholas County Joint Economic Development Authority; 2. Trigg County Fiscal Court on behalf of the Cadiz-Trigg County Industrial Authority; and, 3. Daviess County Fiscal Court on behalf of the City of Owensboro.

Chair Funke Frommeyer expressed her appreciation for the detailed information. Counselor Wingate said the site consultants do a wonderful job providing excellent feedback for these projects.

Representative Petrie commented that when they are considering both the private and public angles, they are looking for probabilities rather than possibilities.

Representative Thomas moved to approve the EDF grants. The motion was seconded by Representative Petrie, and the grants were approved without objection by roll call vote.

Remaining 2026 Meeting Dates

The remaining 2026 meeting dates are scheduled for 11:00 AM ET/10:00 AM CT in Room 131, as follows:

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

Nov. 19 - Rep. McPherson, Chair (submissions due Nov. 5)

Dec. 15 - Sen. Funke Frommeyer, Chair (submissions due Dec. 1)

Adjournment

There being no further business before the committee, the meeting was adjourned at 3:40 PM ET/2:40 PM CT.