

**MICHIGAN FINANCE AUTHORITY**  
**BOARD MEETING MINUTES**  
**May 18, 2017**

A meeting of the Michigan Finance Authority ("MFA" or the "Authority") was held on May 18, 2017, at 2:00 p.m. in the Capitol Building, Second Floor, Speakers Library, 100 North Capitol Avenue, Lansing, Michigan.

**MEMBERS PRESENT:** Eric Scorsone, Chair, proxy for State Treasurer  
Charlotte Edwards  
Don Gilmer  
Tim Hoffman  
Travis Jones

**MEMBERS ABSENT:** Bill Beekman  
JulieAnn Karkosak

**CALL TO ORDER/ROLL CALL**

Eric Scorsone, Chair, called the meeting of the Authority to order at 2:00 p.m. with Eric Scorsone, Charlotte Edwards, Don Gilmer, Tim Hoffman, and Travis Jones in attendance. Mr. Scorsone noted that a quorum was present.

**PUBLIC COMMENT**

Eric Scorsone asked if there were any members of the audience who would like to speak. There were none.

**REVIEW OF AGENDA**

Mary Martin, Executive Director, provided an overview of items on the agenda.

**APPROVAL OF MINUTES**

Following a brief informational overview of the Michigan Finance Authority history and programs, Eric Scorsone asked if there were any corrections, comments, or additions to the minutes as presented dated April 11, 2017. A motion was made by Don Gilmer and supported by Charlotte Edwards to approve the minutes. A voice vote was taken and the motion passed unanimously.

**RESOLUTION 2017-05**

**RESOLUTION TO AUTHORIZE THE ISSUANCE OF  
MICHIGAN FINANCE AUTHORITY HIGHER EDUCATION FACILITIES  
LIMITED OBLIGATION REVENUE AND REVENUE REFUNDING BONDS  
(ALMA COLLEGE PROJECT), SERIES 2017**

David Boyne, Bureau of State and Authority Finance, discussed the financing and use of proceeds of not to exceed \$20 million to refund the college's outstanding series 2005, series 2008, and series 2013 bonds, along with providing new money to finance construction and improvements to student housing at the college. Mr. Boyne indicated as part of the college's overall plan of finance, the college is pursuing a USDA direct loan which would be used to renovate the remaining student housing facilities and refinance the 2017 bonds that are being considered today.

Jeff Abernathy, Alma College, discussed the history of the liberal arts college stating that the college has recently received national recognition and as part of the college's overall strategic plan to thrive, a number of academic programs have been added.

Dan Henris, Alma College, further discussed the refinancing of the 2005, 2008, and 2013 bonds and stated that the new money portion be used to improve student housing.

Tim Hoffman inquired whether the project included technology upgrades in addition to the brick and mortar improvements. Dan Henris indicated project costs included both infrastructure and technology.

Susan Wyngaarden, Varnum LLP, presented the resolution and indicated it is in the customary form.

Klein Allison, Esq., Attorney General's Office, commented that the Attorney General's Office had participated in the development of the documents presented and believe they are in the proper form for the board's consideration.

Eric Scorsone asked if there were any questions, comments, or additions to the resolution. Hearing none, he then requested a motion. Travis Jones made a motion to approve the resolution supported by Charlotte Edwards. A roll call vote was taken and the following members voted affirmatively: Eric Scorsone, Charlotte Edwards, Don Gilmer, Tim Hoffman, and Travis Jones.

**RESOLUTION 2017-06**

**RESOLUTION OF THE MICHIGAN FINANCE AUTHORITY  
AUTHORIZING THE ISSUANCE AND SALE OF ITS PUBLIC  
SCHOOL ACADEMY STATE AID REVENUE NOTES**

Kimberly Hines, Bureau of State and Authority Finance, discussed the financing and use of proceeds in the amount of not to exceed \$55 million to provide Michigan public school academies with low-cost loans to meet their operating cash flow needs. Ms. Hines further indicated it is a pooled loan program in which the academies pledge 100% of the state school aid and the Authority will use the repayments from the academies to repay its notes.

Jarrold Smith, Dykema Gossett PLLC, presented the resolution noting that it would extend the sunset date to the end of the calendar year and indicated it is consistent with prior resolutions.

William Pettit, Esq., Attorney General's Office, commented that the resolution and documents were in the form of those used in the past and are in order for the board's consideration.

Eric Scorsone asked if there were any questions, comments, or additions to the resolution. Hearing none, he then requested a motion. Don Gilmer made a motion to approve the resolution supported by Charlotte Edwards. A roll call vote was taken and the following members voted affirmatively: Eric Scorsone, Charlotte Edwards, Don Gilmer, Tim Hoffman, and Travis Jones.

**RESOLUTION 2017-07**

**RESOLUTION PROVIDING FOR THE ISSUANCE  
AND SALE OF STATE AID REVENUE NOTES AND  
TAX ANTICIPATION REVENUE NOTES**

Graham Davidson, Bureau of State and Authority Finance, discussed the program and the use of proceeds in the amount of not to exceed \$750 million to provide low-cost loans to qualifying Michigan school districts for their operating cash flow needs. Mr. Davidson further indicated that each school district is responsible only for its own loan with the Authority.

Ian Koffler, Miller, Canfield, Paddock, and Stone, P.L.C., presented the resolution and indicated it is in the usual and customary form consistent with previous years.

William Pettit, Esq., commented that the resolution and documents were in the form of those used in the past and are in order for the board's consideration.

Eric Scorsone asked if there were any questions, comments, or additions to the resolution. Hearing none, he then requested a motion. Travis Jones made a motion to approve the resolution supported by Tim Hoffman. A roll call vote was taken and the following members voted affirmatively: Eric Scorsone, Charlotte Edwards, Don Gilmer, Tim Hoffman, and Travis Jones.

## **ADMINISTRATIVE MATTERS**

John Barton, Bureau of State and Authority Finance, provided a summary of bond issues that have been completed and upcoming projects.

Mary Martin discussed the Michigan Women in Finance conference events.

Eric Scorsone expressed appreciation to all parties for their work and efforts in completing the MFA transactions.

### **Next Meeting**

The next meeting is scheduled for Tuesday, June 13, 2017, at 10:00 a.m.

## **ADJOURNMENT**

Charlotte Edwards made a motion for adjournment supported by Travis Jones. The meeting was adjourned at 2:35 p.m.

**\*APPROVED at the MFA Board Meeting on June 13, 2017\***