

STATE BUILDING AUTHORITY

A meeting of the State Building Authority was held on October 19, 2021, at the Richard H. Austin Building in the State Treasurers' Board Room, Located at 430 W. Allegan Street, Lansing, Michigan, 48922. The meeting took place at 2:00 p.m.

Board Members Present:

Patrick Devlin, Chair
Ehrlich Crain
Jimmy Greene

Board Members Absent:

Michael Barnwell
Peter Schwartz

Authority Staff:

Debbie Roberts, Executive Director
Andrew Boettcher, Deputy Executive Director
TeAnn Smith, Financial Specialist – *by phone*
Trenton Pashak, Financial Analyst

Others Present:

Alan Lambert (Attorney General's Office)
Brian Lefler (Robert W. Baird)
Alyson Hayden (Robert W. Baird)

Chairperson Devlin called the meeting to order at 2:00 p.m. A roll call was taken with Patrick Devlin, Ehrlich Crain, and Jimmy Greene in attendance. Mr. Devlin noted that a quorum was present.

Chairperson Devlin asked if there were any comments from the public. There were none.

The minutes of the June 8, 2021, meeting was reviewed. Jimmy Greene moved that the minutes be accepted as written. Ehrlich Crain supported the motion.

Ms. Roberts reviewed the agenda, which included old business to review the commercial paper program and review the 2021 bond issue. Under new business one resolution was presented for approval. The resolution was for approving Construction Agreements, Conveyance of Property, Lease and Easement Agreements, if necessary, for two facilities to enter into the commercial paper program.

Mr. Boettcher reviewed the CP status report and noted that there are currently 7 projects in the CP Program. The total CP outstanding amount is \$89.0 million, at an interest rate of .11% with a maturity date of January 20, 2022. There were no questions by the Board from the presentation.

The review of the 2021 bond issue was presented by Brian Lefler from R.W. Baird & Co. Highlights of the issuance include: closing date of July 14, 2021, with a par amount of \$206,270,000 refinancing \$228 million of commercial paper in connection with 10 state and higher education facilities. The issuance True Interest Cost (TIC) was 2.69%, The Authority was able to cancel one lease totaling \$7.14

million in annual savings and \$95.2 million in total savings. No questions were asked by the Board after the presentation.

Under new business, a resolution was presented to the Board for approval of Construction Agreements, Conveyance of Property, Lease and Easement Agreements for two new projects. Ms. Roberts explained that the resolution was for the Department of Health and Human Services Caro Center Replacement New State Psychiatric Hospital and University of Michigan School of Dentistry Renovation and Addition to be added into the commercial paper program. It was moved by Mr. Crain and supported by Mr. Greene, that the Board approve the Resolution of the State Building Authority Approving Construction Agreements, Conveyance of Property, Lease and Easement Agreements of Department of Health and Human Services Caro Center Replacement New State Psychiatric Hospital and University of Michigan School of Dentistry Renovation and Addition.


A roll call vote was conducted with the following results:


- Mr. Devlin – Yes
- Mr. Crain – Yes
- Mr. Greene – Yes

Ms. Roberts recommended the next meeting would be in the first quarter of 2022 and a 2022 meeting schedule would be proposed at that time.

Mr. Devlin asked for a motion to adjourn, Mr. Greene moved for adjournment and Mr. Crain supported. The meeting was adjourned at 2:11 p.m.

APPROVED AND ADOPTED:


Deborah M. Roberts, Executive Director


Ehrlich Crain, Chairperson