

SOUTH DAKOTA BUILDING AUTHORITY

MINUTES OF THE SPECIAL MEETING

APRIL 26, 2017

Pursuant to due notice, the South Dakota Building Authority met on Wednesday, April 26, 2017 at 10:00 A.M., CDT via telephone. Tom Graham, Chairman, instructed the Executive Secretary to call the roll.

Present: Mr. Jim Breckenridge
Mr. Tom Graham
Mr. Doug Hajek
Mr. Dennis Neugebauer
Mr. James Roby
Ms. Tina Van Camp
Mr. Steve Zellmer

Absent: None

Other staff and representatives of the Authority present were:

Mr. Donald Templeton, Executive Secretary
Mr. Todd Meierhenry, Meierhenry Sargent, LLP
Mr. Dustin Christopherson, South Dakota Health and Educational
Facilities Authority
Mr. Michael Jost, South Dakota Health and Educational Facilities Authority
Mr. Monte Kramer, Board of Regents
Mr. Neil Pritz, Piper Jaffray
Ms. Christine Biebel, Perkins Coie
Mr. Chris Petersen, Department of Agriculture
Mr. Jack Arnold, Dougherty & Company
Mr. Toby Morris, Dougherty & Company

A quorum was declared by the Chairman and the meeting was called to order.

Mr. Don Templeton advised the Authority members that the notice of the annual meeting had been posted at the entrance of the office of the South Dakota Building Authority on April 20, 2017. A copy of that notice is on file at the Authority office.

The Chairman asked for consideration of the minutes for the September 16, 2016 annual meeting. Mr. Roby moved to approve the minutes of the meeting as presented, seconded by Mr. Hajek and upon roll call, the ayes were: Breckenridge, Graham, Hajek, Neugebauer, Roby, Van Camp and Zellmer; nays: none; abstain: none. Motion carried.

Conflicts of Interest

Mr. Templeton asked board members if they had any conflicts of interest for any agenda items. No conflicts of interest were expressed.

Series 2017A Bond Issuance

Mr. Templeton explained that \$50.1 million of bonds are to be issued for a 80,760 square-foot addition and a chiller expansion for the Animal Disease Research & Diagnostic Lab on the South Dakota State University campus. Lease repayments are to come from Agricultural Property Tax Offset monies. Project drawings were reviewed.

\$13 million of bonds are to be issued for a South Dakota State University Performing Arts Center, 97,000 square-foot addition to add: a 200-seat music recital hall, an 800-seat theatre, six classrooms, and practice rooms, offices and storage space. Lease repayments are to come from the Higher Education Facilities Fund. Project drawings were also reviewed.

Approximately \$1,555,000 of bonds are to be issued to refund the Series 2008 bonds for Game, Fish and Parks. The present value savings were projected to be \$106,496 per the April 6th, 2017 computer runs.

The number runs were reviewed in detail along with projected debt service payment, all issuance costs and costs of issuance. The Preliminary Official Statement was reviewed and the S&P rating is AA+ and the Moody's rating will be Aa1.

Todd Meierhenry reviewed **1-SDBA-17**, the Thirty-Eighth Supplemental Resolution (on file at the Authority Office), which approved the Series 2017A bonds. Mr. Hajek moved to approve the resolution. Mr. Breckenridge seconded, and upon roll call, the ayes were: Breckenridge, Graham, Hajek, Neugebauer, Roby, Van Camp and Zellmer; nays: none; abstain: none. Motion carried.

YTD Financial Statement and Special Billing

Mr. Templeton reviewed the March 31, 2017 year-to-date financial statements along with billings for the rating agencies trip to New York City in January 2017. Mr. Graham asked for questions and stated that a resolution was not necessary to pay these billings.

Contract with Meierhenry Sargent LLP

Mr. Don Templeton and Mr. Todd Meierhenry reviewed the contract, which is on file at the Authority office. Mr. Zellmer moved to approve the Meierhenry Sargent LLP calendar year 2017 contract to provide legal services. The motion was seconded by Mr. Neugebauer and upon the roll call, the ayes were Graham, Breckenridge, Hajek, Neugebauer, Roby, Van Camp and Zellmer; nays: none; abstain: none.

Release of Property

Mr. Meierhenry reviewed **2-SDBA-17** (on file at the Authority office), a Resolution to release properties back to state agencies. This resolution gives the Executive Secretary authority to approve all future property releases. Mr. Meierhenry said that 14 releases are ready to be filed. Mr. Breckenridge moved to approve the resolution. Mr. Zellmer seconded, and upon roll call, the ayes were: Breckenridge, Graham, Hajek, Neugebauer, Roby, Van Camp and Zellmer; nays: none; abstain: none. Motion carried.

Adjournment

The Chairman stated that there being no further business at this meeting, the meeting would be adjourned at 10:30 a.m. CDT.