

IDAHO STATE BUILDING AUTHORITY
MINUTES OF THE MEETING OF THE
BOARD OF COMMISSIONERS

DATE: **October 3, 2019**

LOCATION: **Authority Office**
 950 W. Bannock Street, Suite 490
 Boise, Idaho 83702

Commissioners Present

V.L. "Bud" Tracy, Chairman (by phone)
James Hammond, Vice Chairman (by phone)
Candice Allphin (by phone)
Shelly Enderud (by phone)
Tim Anderson (by phone)

Commissioners Absent

None

Others Present

Wayne Meuleman, Executive Director (in person)
Amber Smith, Administrative Assistant (in person)
Meghan Carter, Department of Water Resources (in person)
Eric Heringer, Piper Jaffray (by phone)
John McDevitt, Skinner Fawcett (by phone)
Rick Skinner, Skinner Fawcett (by phone)
Allison Darnall, Zions Corporate Trust (by phone)
Bob Kinney, Wells Fargo Securities (by phone)
Linda Campos, University of Idaho (by phone)

1. Call to Order

Chairman Tracy called the meeting to order at 1:07 p.m.

2. Minutes of May 23, 2019 Meeting

Chairman Tracy requested consideration of the minutes of the May 23, 2019 meeting.

MOTION TO APPROVE:

Commissioner Allphin moved to approve the meeting minutes as presented.
Commissioner Anderson seconded the motion and, upon vote, the motion was
unanimously adopted.

**3. Proposed Refunding of 2012B Bonds-Idaho Water Center and Consideration of
Resolution No. 2019-02**

Mr. Meuleman introduced Meghan Carter, Deputy Attorney General for the Department
of Water Resources, Linda Campos, Assistant Vice President for the University of

Idaho's financial department, Bob Kinney of Wells Fargo Securities, Allison Darnall of Zions Corporate Trust, Rick Skinner and John McDevitt as bond counsel and Eric Heringer of Piper Jaffray to respond to any questions the Board may have.

Mr. Meuleman discussed the proposed refunding of the 2012B bonds and referred to the Refinancing Analysis Proposal prepared by Eric Heringer of Piper Jaffray. Mr. Heringer then summarized the Proposal highlighting the estimated savings opportunities, estimated costs of issuance and the financing team.

Mr. Kinney then provided an update on the market, including market volatility and how it impacts the projected schedule of the proposed refunding.

Mr. Meuleman reported that in addition to the savings, the refunding will provide additional flexibility for the University of Idaho and Department of Water Resources in use of the building by removing private use restrictions.

Commissioner Allphin questioned whether or not refunding of the callable maturities only, thereby leaving a small portion of tax-exempt bonds until the 2022 call date, would continue restrictions on the private uses for the University of Idaho and Department of Water Resources. Mr. Meuleman stated that this has been discussed with bond counsel, Mr. Skinner and Mr. McDevitt, and while restrictions may be reduced somewhat, there is no material advantage of refunding the callable portion only. Mr. Meuleman recommends refunding of all outstanding bonds leaving no additional questions regarding private uses.

Mr. Meuleman then discussed the contents of Resolution No. 2019-02 which authorizes funds advanced by the Authority to be reimbursed out of the bond proceeds and appoints the financing team for the 2012B refunding.

Chairman Tracy requested consideration of Resolution No. 2019-02.

MOTION TO APPROVE:

Commissioner Anderson moved to adopt Resolution No. 2019-02 as presented. Commissioner Hammond seconded the motion and, upon vote, the motion was unanimously adopted.

4. Other Business

There was no further business.

ADJOURNMENT

Chairman Tracy adjourned the meeting at 1:32 p.m.

Submitted by: 
Wayne Meuleman, Executive Director

Approved by: 
V.L. Bud Tracy, Chairman

BOARD OF COMMISSIONERS OF IDAHO STATE BUILDING AUTHORITY

RESOLUTION NO. 2019-02

A RESOLUTION OF THE BOARD OF COMMISSIONERS OF THE IDAHO STATE BUILDING AUTHORITY, APPROVING A RESOLUTION DECLARING ITS OFFICIAL INTENT TO REIMBURSE CERTAIN EXPENDITURES AUTHORIZED FROM RESERVES OF THE AUTHORITY AND RELATING TO THE REFUNDING OF THE AUTHORITY'S STATE BUILDING REFUNDING REVENUE BONDS, SERIES 2012B, AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the Idaho State Building Authority, an independent public body corporate and politic of the State of Idaho (the "Authority"), has determined, and hereby affirms, that it would be financially advantageous for the Authority to refund its State Building Refunding Revenue Bonds, Series 2012B, dated June 19, 2012 (the "Series 2012B Bonds") issued pursuant to Resolution 2002-003, adopted by the Board of Commissioners of the Authority (the "Board") on December 18, 2002, as supplemented by Resolution No. 2012-2 adopted by the Board on February 23, 2012 (collectively the "Resolution"); and

WHEREAS, pursuant to the Resolution, the Authority may issue Additional Bonds under a supplemental resolution to refund the outstanding Series 2012B Bonds; and

WHEREAS, the Authority expects to incur certain expenditures relating to the costs of issuance of the Additional Bonds; and

WHEREAS, subject to final Board approval of the issuance of Additional Bonds to refund the Series 2012B Bonds, the Authority reasonably intends to reimburse itself from the proceeds of the Additional Bonds to pay for such expenditures; and

WHEREAS, the Board wishes to authorize the use of up to \$75,000 of its reserves to pay for such expenditures until such reimbursement occurs.

NOW, THEREFORE, IT IS RESOLVED as follows:

Section 1. The purpose of this Resolution is to permit the Authority to advance up to \$75,000 from its general reserves and to reimburse itself from the proceeds of the Additional Bonds.

Section 2. The maximum principal amount of the Additional Bonds expected to be issued to refund the Series 2012B Bonds is \$45,000,000.

Section 3. The staff and counsel of the Authority are authorized to proceed with preparations for the issuance of the Additional Bonds. The Authority hereby appoints Piper Jaffray & Co. as Financial Advisor, Zions Banks as trustee, Skinner Fawcett LLP as Bond Counsel and Disclosure Counsel, and Wells Fargo Securities, Public Finance, as underwriter for the Bonds.

Section 4. The officials of the Authority are hereby authorized and directed, for and in the name and on behalf of the Authority to take any and all actions and execute, acknowledge and deliver any and all agreements, instruments or other documents and revisions or corrections thereof and amendments thereto, as may in their discretion be deemed necessary or desirable to carry out the terms, provisions and intent of this Resolution.

Section 5. This Resolution shall be effective immediately.

PASSED AND ADOPTED by the Idaho State Building Authority on October 3, 2019.

APPROVED AND EXECUTED by the Chairman of the Board of Commissioners of the Authority, and attested by Secretary of the Board of Commissions of the Authority, on this 3rd day of October, 2019.

APPROVED:

By: 
Chairman

ATTEST:

By: 
Secretary