

TENNESSEE STATE SCHOOL BOND AUTHORITY

October 25, 2021

The Tennessee State School Bond Authority ("TSSBA", or the "Authority") met on Monday, October 25, 2021, at 11:32 a.m. in House Hearing Room I, Cordell Hull Building, Nashville, Tennessee. The Honorable Jason Mumpower, Comptroller of the Treasury, was present and presided over the meeting.

The following members were also present:

The Honorable Tre Hargett, Secretary of State
Roy West, proxy for the Honorable David Lillard, State Treasurer
Commissioner Butch Eley, Department of Finance and Administration
Dick Tracy, proxy for Dr. Flora Tydings, Chancellor, Tennessee Board of Regents

The following member participated telephonically as authorized by Tennessee Code Annotated § 8-44-108:

Mark Paganelli, proxy for Randy Boyd, President, University of Tennessee

The following member was absent:

The Honorable Bill Lee, Governor

Recognizing a physical quorum, Mr. Mumpower called the meeting to order and stated that the first item on the agenda was the approval of the minutes of the meeting held on October 14, 2021. Mr. Mumpower asked if there were any questions or discussion on the minutes. Hearing none, Mr. Hargett moved approval of the minutes, and Mr. Eley seconded the motion.

The minutes were approved unanimously.

Mr. Mumpower stated that the next item to come before the Authority was the consideration of approval of a request to borrow an additional \$5,000,000 from the TSSBA for a project for the University of Tennessee ("UT"). Mr. Mumpower recognized Mr. Austin Oakes, Assistant Vice President of the Office of Capital Projects at the University of Tennessee, to present the request.

- University of Tennessee, Knoxville – Haslam Field Expansion (A87); Increase in Cost for a total of \$30,000,000, of which \$10,000,000 will be financed from TSSBA (an increase of \$5,000,000); Term of Financing: 10 years at an assumed tax-exempt rate.

Mr. Oakes stated that UT was requesting a project revision associated with the Haslam Field expansion project located in Knoxville. Mr. Oakes explained that the request would increase the total project budget from \$21.6 million to \$30 million. Mr. Oakes explained that the revision covered the revised scope that included new HVAC for the indoor practice field, additional meeting and office space, and the reconfiguration of the locker room and support areas. Mr. Oakes stated that the request for funding from the TSSBA had been increased from \$5 million to \$10 million, along with the term of repayment being extended from 5 years to 10 years. Mr. Oakes stated that the other additional resources were plant funds from athletics and gifts. Mr. Oakes explained that pledged gifts were scheduled to be received over the next 10 years that will fund the project in full, including the repayment of the TSSBA debt.

Mr. Mumpower asked Ms. Sandi Thompson, Director of the Division of State Government Finance ("SGF"), if a feasibility analysis had been performed on the project. Ms. Thompson stated that a feasibility study had been conducted on the project, and that the revenues pledged were deemed sufficient to cover the debt service.

Mr. Mumpower asked Mr. Oakes what contingencies were in place in regard to the donor funds in light of the continuation of the COVID-19 pandemic or a similar situation. Mr. Oakes stated that donor interest in the project had increased significantly during the past year. Mr. Oakes explained that UT currently had \$12.1 million of donor funds in hand, and donor commitments in place of \$17.9 million. Mr. Oakes stated

that plant funds from athletics were pledged to meet the funding needs until future donor commitments were in hand.

Mr. Mumpower asked if there were any further questions on the project. Hearing none, Mr. Tracy made a motion to approve the project and Mr. Eley seconded the motion. Mr. Mumpower advised that the vote would be taken by roll call due to telephonic participation and asked Ms. Thompson to call the roll. Ms. Thompson called the roll:

Mr. Paganelli – Aye
Mr. Tracy – Aye
Mr. Mumpower – Aye
Mr. Eley – Aye
Mr. Hargett – Aye
Mr. West – Aye

The motion was approved unanimously.

Mr. Mumpower made a motion to reconsider approval of the minutes by roll call vote. Mr. Hargett seconded the motion, and Ms. Thompson called the roll:

Mr. Paganelli – Aye
Mr. Tracy – Aye
Mr. Mumpower – Aye
Mr. Eley – Aye
Mr. Hargett – Aye
Mr. West – Aye

The motion was approved unanimously.

Mr. Mumpower stated that concluded the agenda for the meeting and the only remaining item was a motion to adjourn. Mr. Mumpower made a motion to adjourn, and Mr. Hargett seconded the motion.

The motion was approved unanimously.

The meeting was adjourned.

Approved on this 19th day of January, 2022.

Respectfully submitted,


Sandra Thompson
Assistant Secretary