

**TENNESSEE STATE SCHOOL BOND AUTHORITY**

**May 31, 2023**

The Tennessee State School Bond Authority (“TSSBA”, or the “Authority”) met on Wednesday, May 31, 2023, at 2:03 p.m., in the Volunteer Conference Center, 2<sup>nd</sup> Floor, 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 David H. Lillard, Jr., State Treasurer  
The Honorable Tre Hargett, Secretary of State  
Commissioner Jim Bryson, Department of Finance and Administration  
Angela Scott, proxy for Dr. Flora Tydings, Chancellor, Tennessee Board of Regents

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

David Miller, proxy for Randy Boyd, President, University of Tennessee

The following member was absent:

The Honorable Bill Lee, Governor

Mr. Mumpower noted the presence of a physical quorum, with David Miller participating electronically, and asked Ms. Sandi Thompson, Director of the Division of State Government Finance (“SGF”), to call the roll. Ms. Thompson called the roll:

Mr. Miller – Present  
Mr. Lillard – Present  
Mr. Hargett – Present  
Mr. Mumpower – Present  
Mr. Bryson – Present  
Ms. Scott – Present

Mr. Mumpower stated that the first item on the agenda was the minutes of the April 26, 2023, meeting of the Authority. Mr. Mumpower asked if there were any questions or discussion regarding the minutes. Hearing none, Mr. Bryson made a motion to approve the minutes, Mr. Hargett seconded the motion, and Ms. Thompson took the roll:

Mr. Miller – Aye  
Mr. Lillard – Aye  
Mr. Hargett – Aye  
Mr. Mumpower – Aye  
Mr. Bryson – Aye  
Ms. Scott – Aye

The minutes were approved unanimously.

Mr. Mumpower stated that the next item on the agenda was a Resolution to Approve the Borrowing of Money by Another Method by Middle Tennessee State University (“MTSU”). Mr. Mumpower recognized Mr. Alan Thomas, Vice President for Business and Finance at MTSU, to present the request. Mr. Thomas stated that the request was a land lease agreement with the City of Shelbyville. Mr. Thomas stated the land is located directly adjacent to the Shelbyville Municipal Airport along Highway 231 and would be used as the future home of the MTSU aerospace program. Mr. Thomas stated the leased area was 16 acres and the term was for forty (40) years from its effective date, with a beginning base rate of \$300,000 per year in its initial year, and an annual escalation of 1% until the lease payment in the final year would be \$442,236.75. Mr. Thomas stated that the lease includes a provision that MTSU may purchase a portion of the property containing academic improvements with the previously paid rent to be applied towards the purchase price.

Mr. Thomas stated that some flight operations must remain on leased property inside the airport security perimeter per Federal Aviation Administration (“FAA”) regulations. Mr. Thomas stated the lease payments would be paid through MTSU aerospace departmental funds.

Mr. Hargett made a motion to approve the item and Mr. Bryson seconded the motion and Ms. Thompson took the roll:

Mr. Miller – Aye  
Mr. Lillard – Aye  
Mr. Hargett – Aye  
Mr. Mumpower – Aye  
Mr. Bryson – Aye  
Ms. Scott – Aye

The motion was approved unanimously.

Mr. Mumpower stated that the next item on the agenda was a project for Middle Tennessee State University. Mr. Mumpower recognized Mr. Alan Thomas to present the request.

- Middle Tennessee State University – Athletic Video Board Upgrades (462); Cost: \$4,500,000 of which \$3,900,000 will be financed from TSSBA; Term of Financing: 5 years as short-term financing at an assumed tax-exempt rate.

Mr. Thomas stated MTSU is requesting \$3,900,000 of TSSBA funding for the purchase and installation of new video boards with integrated audio systems. Mr. Thomas explained the new video boards were for Floyd Stadium and the Murphy Center, for the football and basketball programs. Mr. Thomas explained the current video boards were at the end of their useful lives and did not support high-definition resolution. Mr. Thomas stated the project would be paid for by a combination of gift funds, Conference USA funds, and plant funds. Mr. Thomas stated the project is currently slated for the June State Building Commission meeting.

Mr. Mumpower asked Ms. Thompson if SGF had completed a feasibility analysis for the project. Ms. Thompson stated that SGF had performed a feasibility analysis and had determined that the pledged revenues were sufficient to cover the projected debt service. Ms. Mumpower asked if there were any further questions or comments. Mr. Hargett commented that he hoped to see many highlights on the new video boards in the coming years. Mr. Lillard made a motion to approve the item. Mr. Hargett seconded the motion and Ms. Thompson took the roll:

Mr. Miller – Aye  
Mr. Lillard – Aye  
Mr. Hargett – Aye  
Mr. Mumpower – Aye  
Mr. Bryson – Aye  
Ms. Scott – Aye

The motion was approved unanimously.

Mr. Mumpower stated that the next item on the agenda was the acknowledgement of a project cancellation for the University of Tennessee Health Science Center (“UTHSC”). Mr. Mumpower recognized Mr. Austin Oakes, Assistant Vice President of the Office of Capital Projects at the University of Tennessee (“UT”), to present the request.

- University of Tennessee Health Science Center – GMP Facility Expansion (A96); Cost: \$10,000,000 all of which will be financed from TSSBA; Term of Financing: 20 years as long-term financing at an assumed taxable rate.

Mr. Oakes stated that campus leadership at the Health Science Center had determined that the project was no longer necessary and requested for it to be cancelled. Mr. Mumpower acknowledged the cancellation.

Mr. Mumpower stated that concluded the business on the agenda. Mr. Hargett made a motion to adjourn, Mr. Bryson seconded the motion, and Ms. Thompson took the roll:

- Mr. Miller – Aye
- Mr. Lillard – Aye
- Mr. Hargett – Aye
- Mr. Mumpower – Aye
- Mr. Bryson – Aye
- Ms. Scott – Aye

The meeting was adjourned.

Approved on this 27<sup>th</sup> day of June, 2023.

Respectfully submitted,



Sandra Thompson  
Assistant Secretary