

**SOUTH DAKOTA HEALTH AND EDUCATIONAL
FACILITIES AUTHORITY**

MINUTES OF THE NOVEMBER 30, 2017, SPECIAL MEETING

Pursuant to due notice, the South Dakota Health and Educational Facilities Authority (SDHEFA) met on Thursday, November 30, 2017, at 10:00 a.m., CT (9:00 a.m. MT) via telephone conference call. Norbert Sebade, Chairman, instructed the Secretary to call the roll.

Present: Dave Fleck
 Gene Lebrun
 Don Scott
 Jim Scull
 Norbert Sebade
 Dave Timpe

Absent: William Lynch

Other staff and representatives of the Authority and other parties present were:

Vance Goldammer and Matt McCaulley, Redstone Law Firm
Donald Templeton, Executive Director
Dustin Christopherson, Associate Director
Steve Corbin, Finance Officer
Liza Clark, Commissioner of the Bureau of Finance and Management

A quorum was declared by the Chairman and the meeting was called to order. The notice of the meeting dated November 22, 2017, was posted at the entrance of the South Dakota Health and Educational Facility Authority prior to the meeting and is on file at the Authority office as well as posted on the Authority & State Board & Commission website.

The Chairman asked for consideration of the minutes for the September 19, 2017, annual meeting. Mr. Dave Timpe moved to approve the minutes, seconded by Mr. Don Scott, and upon the roll call, the ayes were Fleck, Lebrun, Scott, Scull, Sebade and Timpe. Nays: none; abstained: none; motion carried.

Board Member Conflict of Interest and Inquiry of Conflicts of Interest

Mr. Templeton asked if any Board Members had a Conflict of Interest with any of the current meeting agenda items. Mr. Templeton stated that no written disclosures including requests for conflict waivers had been received from board members in relationship to the current agenda. Mr. Templeton asked and no conflicts were made known.

School District State-Aid Intercept Program

Mr. Templeton reviewed the list of 34 completed financings that total \$242,576,654. The estimated savings for South Dakota School Districts is over \$5.4 million.

Private Activity Bond Legislation

Mr. Templeton reviewed a Bond Buyer article that the House of Representatives bill HR1 would eliminate tax-exempt bonding for 501(C)(3) hospitals and higher education institutions as well as all advanced refundings.

The Senate Finance Committee bill would keep the tax-exempt funding for hospitals and higher education institutions but also eliminate all advanced refundings.

Mr. Templeton stated that he will keep the Board updated on the federal legislation.

Transfers to State

Mrs. Liza Clark, the Commissioner of the Bureau of Finance and Management, joined the call at this time. She requested that the State of South Dakota be given \$2.5 million from the South Dakota Educational Facilities Authority funds.

The money will go to the state general fund and help fund FY-18 state budget shortages, including technical education state aid, school district state aid, healthcare recruitment assistance and other programs as may be consistent with chapter 1-16A. Several questions were asked of Mrs. Clark and upon her answering, she was dismissed from the call.

Mr. Gene Lebrun made a motion, pursuant to SDCL 1-25-2(3), to go into executive session at 10:19 a.m. Mr. Don Scott seconded the motion and upon the roll call, the ayes were Fleck, Lebrun, Scott, Scull, Sebade and Timpe. Nays: none; abstained: none; motion carried.

The session was called for the purpose of consulting with legal counsel. At 10:48 a.m., the Authority came out of executive session.

Adjournment

The Chairman stated there being no further business at this meeting, the meeting adjourned at 10:50 a.m., CT (9:50 a.m. MT).