

**SOUTH DAKOTA HEALTH AND EDUCATIONAL
FACILITIES AUTHORITY**

MINUTES OF THE JUNE 7, 2016 SPECIAL MEETING

Pursuant to due notice, the South Dakota Health and Educational Facilities Authority met on Tuesday, June 7, 2016 at 9:00 a.m. CST (10:00 a.m. MST) via telephone conference call. Mr. Norbert Sebade, Chairman, instructed the Secretary to call the roll.

Present: Mr. Dave Fleck
Mr. Gene Lebrun
Mr. William Lynch
Mr. Don Scott
Mr. Norbert Sebade
Mr. Dave Timpe

Absent: Mr. Jim Scull

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

Donald Templeton, Executive Director
Vance Goldammer, General Legal Counsel
Dustin Christopherson, Associate Director
Steve Corbin, Finance Officer

The Chairman declared a quorum and called the meeting to order. The notice of the meeting dated June 2, 2016 was posted on the Authority doors, on the state website and the Authority's website prior to the meeting and is on file at the Authority office.

The Chairman asked for consideration of the minutes for the February 10, 2016 special meeting. Mr. Bill Lynch moved to approve the minutes as presented, seconded by Mr. Gene Lebrun and upon roll call, the ayes were Fleck, Lebrun, Lynch, Scott, Sebade and Timpe; nays: none; abstain: none. Motion carried.

FY-17 Budget

Mr. Templeton reviewed the FY-17 Budget, on file at the Authority office, in detail and reviewed the annual service fee, which will remain at .00045 of the outstanding bonds at June 30th. The other revenues were reviewed as were the payroll, employee benefits and other expenses. The projected FY-17 revenues over expenses are \$150,727. Mr. Dave Timpe moved to approve the budget, seconded by Mr. Bill Lynch and upon roll call, the ayes were Fleck, Lebrun, Lynch, Scott, Sebade and Timpe; nays: none; abstain: none. Motion carried.

Contracts

Mr. Templeton reviewed the South Dakota Health and Educational Facilities Authority/South Dakota Building Authority contract for FY-17, on file at the Authority office. Mr. Gene Lebrun moved to approve, seconded by Mr. Bill Lynch and upon roll call, the ayes were Fleck, Lebrun, Lynch, Scott, Sebade and Timpe; nays: none; abstain: none. Motion carried.

Mr. Templeton reviewed the South Dakota Health and Educational Facilities Authority/Educational Enhancement Funding Corporation contract for FY-17, on file at the Authority office. Mr. Gene Lebrun moved to approve, seconded by Mr. Bill Lynch and upon roll call, the ayes were Fleck, Lebrun, Lynch, Scott, Sebade and Timpe; nays: none; abstain: none. Motion carried.

Mr. Templeton and Mr. Goldammer reviewed the Red Stone Law Firm LLP contract for FY-17, on file at the Authority office. The hourly fee is \$170.00 with a not to exceed amount of \$45,000. Mr. Gene Lebrun moved to approve the contract, seconded by Mr. Bill Lynch and upon roll call, the ayes were Fleck, Lebrun, Lynch, Scott, Sebade and Timpe; nays: none; abstain: none. Motion carried.

First Dakota National Bank

Mr. Templeton and Mr. Christopherson explained that the Authority has an interest in opening a money market account at First Dakota National Bank in Pierre to take advantage of their favorable short term interest rates. Mr. Christopherson stated that the signers for the account would be the same as our checking account and are as follows: Norbert Sebade, Bill Lynch, Don Templeton, and Dustin Christopherson. It was suggested by the board that we invest at least \$150,000 to receive the maximum interest rate, but the Authority already has a \$150,000 CD at the First Dakota National Bank so we explained that we would have to keep the money market balance at \$100,000 or less until the CD matures to remain covered under the FDIC limit of \$250,000. A motion was made to grant permission for SDHEFA to open a new money market account at the First Dakota National Bank by Bill Lynch and seconded by Dave Timpe and upon roll call, the ayes were Fleck, Lebrun, Lynch, Scott, Sebade and Timpe; nays: none; abstain: none. Motion carried.

2016 Annual Meeting

Sioux Falls was chosen to be the site of the annual meeting with the date to be determined.

Adjournment

The Chairman stated there being no further business at this meeting, the meeting adjourned at 9:30 a.m.