BOARD OF TRUSTEES OF THE NEBRASKA STATE COLLEGES

ITEMS FOR DISCUSSION AND ACTION/FISCAL, FACILITIES AND AUDIT

ACTION:

Approve Allocation of LB384 Bond Proceeds to Wayne State College Athletic and Recreation Project and Peru State College Indoor/Outdoor Athletic Complex

During the November 2021 meeting, the Board of Trustees reviewed and approved the Program Statement for the Wayne State College Athletic & Recreation Project and is expected to review the Program Statement for the Peru State College Indoor/Outdoor Athletic Complex at the April 2022 meeting. Also, at the November 2021 meeting, the Board's Financial Advisor provided options for refinancing the LB957 series bonds and extending the maturity from 2030 to 2040, which provides for additional debt capacity in the near term, taking advantage of the extended funding provided by the State in LB384. Market conditions in October projected that the refinancing and additional debt issuance would generate \$24.4 million in bond proceeds.

The total cost of the WSC project is estimated to be \$25.5 million, with \$14 million requested from LB384 bond proceeds. Additionally, the PSC project is currently estimated at \$15 million, with \$10.4 million requested from state funds. To assist the Colleges with their current planning efforts for these two projects, the Chancellor recommends that 57% of the proceeds from the LB384 refinancing be allocated to the WSC Athletic and Recreation Project and 43% toward the PSC Indoor/Outdoor Athletic Complex project. The fundind for the PSC project will be contingent on the Board of Trustees approving the Program Statement for this project during the April 2022 meeting.

The System Office recommends approval of the Allocation of LB384 Bond Proceeds.