

ACTION ITEM #5

WSU Pullman, Clean Technology Laboratory Building,
Financing
(Roger Patterson & Barry Johnston)

TO ALL MEMBERS OF THE BOARD OF REGENTS

SUBJECT: WSU Pullman, Clean Technology Laboratory Building, Financing

PROPOSED: That the Board of Regents approve a General Revenue Bond Resolution to authorize the issuance and sale of bonds or other obligations to be used for the Clean Technology Laboratory Building; not to exceed \$20,000,000, a maximum term not to exceed 30 years, and a maximum interest cost rate not to exceed 6.0%; and delegate authority to the President or his designee to sell bonds, or other obligations including determining the final bond size, maturity schedule, redemption provisions and timing of sale.

SUBMITTED BY: Roger Patterson, Vice President for Finance and Administration

SUPPORTING INFORMATION: In the 2013 Legislative Session, the State Legislature authorized the University to issue debt in the amount of \$20.0 million for use in constructing the Clean Technology Laboratory Building, and to use WSU's Building Fee and Trust Fund Revenues to pay debt service on the obligations.

The Building Fee and Trust Fund Revenues are funded from three sources: (1) a percentage of the University's tuition charge (2) Department of Natural Resources (DNR) Lease Income and (3) investment earnings on the trust funds, which are managed by the State Investment Board.

Bond Counsel: Cynthia Weed, K&L Preston Gates Ellis LLP
Financial Advisor: Susan Musselman, PFM, Inc.
Underwriter: To be determined

Board of Regents

WSU Pullman, Clean Technology Laboratory Building,
Financing

Resolution #131004-462

WHEREAS, the Board of Regents of Washington State University by virtue of RCW 28B.10.528 has authority to delegate by resolution to the President of the University, or designee, powers and duties vested in or imposed upon the Board by law and to enable the President, or designee to act on behalf of the Board of Regents in matters relating to the administration and governance of the University.

RESOLVED: That the Board of Regents approve a General Revenue Bond Resolution to authorize the issuance and sale of bonds or other obligations to be used for the Clean Technology Laboratory Building; not to exceed \$20,000,000, a maximum term not to exceed 30 years, and a maximum interest cost rate not to exceed 6.0%; and delegate authority to the President or his designee to sell bonds, or other obligations including determining the final bond size, maturity schedule, redemption provisions and timing of sale.

Dated this 4th day of October, 2013.

Chair, Board of Regents

Secretary, Board of Regents