



STATE OF ARIZONA

# Joint Committee on Capital Review

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## MINUTES OF THE MEETING

### JOINT COMMITTEE ON CAPITAL REVIEW

July 25, 2017

Chairman Lesko called the meeting to order at 2:35 p.m., Tuesday, July 25, 2017 in Senate Appropriations Room 109. The following were present:

<p>Members:</p> <p>Senator Lesko, Chairman Senator Allen Senator Cajero Bedford Senator Hobbs</p>	<p>Representative Shooter, Vice-Chairman Representative Allen Representative Cardenas Representative Carter Representative Leach Representative Rios</p>
<p>Absent:</p> <p>Senator Farley Senator Kavanagh Senator Yee</p>	<p>Representative Alston</p>

### APPROVAL OF MINUTES

Hearing no objections from the members of the Committee to the minutes of June 20, 2017, Chairman Debbie Lesko stated that the minutes would stand approved.

### ARIZONA STATE UNIVERSITY - Review of Tempe Power Plant Indirect Financing Project.

Mr. Jack Brown, JLBC Staff, stated pursuant to A.R.S. § 15-1682.02, the Joint Committee on Capital Review is required to review any university projects using indirect debt financing. The JLBC Staff presented options and potential provisions to the Committee.

Mr. Morgan Olson, Executive Vice President, Treasurer and Chief Financial Officer, Office of Business and Finance, ASU, responded to member questions.

(Continued)

*Representative Shooter moved that the Committee give a favorable review of Arizona State University's (ASU) proposed construction of a second combustion turbine on its Tempe campus financed by \$21,000,000 of bonds issued by Sun Devil Energy, LLC, a subsidiary of an ASU component unit, the Arizona Capital Facilities Finance Corporation (ACFFC) with the following Standard University Financing Provision:*

Standard University Financing Provision

- A. *A favorable review by the Committee does not constitute endorsement of General Fund appropriations to offset any revenues that may be required for debt service, or any operations and maintenance costs when the project is complete.*

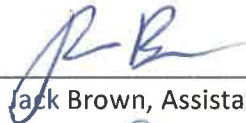
The motion carried.

Without objection, the meeting adjourned at 2:57 p.m.

Respectfully submitted:



Kristy Paddack, Secretary



Jack Brown, Assistant Director



Senator Debbie Lesko, Chairman