

**Pratt Community College
Special Board of Trustee Meeting
Riney Student Center, Room 312
May 03, 2021 at 5:00 p.m.**

I. Vice Chair Mike Koler called the meeting to order at 5:10 p.m.

Board of Trustees Present: VC Mike Koler, Kim DeClue, Michele Hamm, Stan Reimer, and Jeff Shumway

Board of Trustees Absent: Chair Dwane DeWeese and Ed Barrett

Administration Present: Dr. Michael Calvert, PCC President, Kent Adams, VP of Finance and Operations, and Donna Meier Pfeifer, Clerk of the Board

II. Action Item:

A. Resolution No. 2021-01

Refunding Series 2012 Certificates of Participation – *Dr. Calvert and Kent Adams*

Mr. Adams explained Table 1 shows the existing debt service and interest rates on the Series 2021 Refunding COP. Table 2 shows the estimated debt service and interest rates on the proposed Series 2021 Refunding COP issue. The present value savings of \$51,815 is shown on Table 3 along with the savings each year. The greatest savings is in FY 22 with a savings of \$50,475.85. Table 4 shows the refunding sources and uses of cash. The administration recommends approval of moving forward with the financing.

Ranson Financial Group, L.L.C., Wichita, will be requesting bids from all of the local banks as well as national. Rates at the time of this meeting were holding strong. Purpose of this special meeting is to move forward and have the Board approve the proposals at the June 21, 2021 Board meeting.

VC Koler asked for a motion to approve Resolution No. 2021.01. Trustee Hamm made the motion to accept Resolution No. 2021.01 as presented. Motion was seconded by Trustee Shumway.

Discussion:

What could change the interest rates? Mr. Adams explained if there was a change in the market or action from federal reserve could drive interest rates up and make it not financially feasible for us to do. If decision was made not to refinance? This issue is a low risk and is not rated so the fees would not be substantial.

B. Roll Call:

Kim DeClue – Aye	Stan Reimer – Aye	Ed Barrett - Absent
Michele Hamm – Aye	Jeff Shumway - Aye	Dwane DeWeese – Absent
Mike Koler – Aye		

With no further discussion motion passed unanimously.

III. Adjourn Meeting

VC Koler asked for a motion to adjourn the special board meeting at 5:20 p.m. Trustee Hamm made the motion to adjourn the special board meeting. Motion was seconded by Trustee DeClue. With no further discussion motioned passed unanimously.

(See Resolution No. 2021.01 and Tables 1-4 on pages 3-8)

Minutes taken by:
Donna Meier Pfeifer
Clerk of the Board

RESOLUTION NO. 2020. 01

RESOLUTION AUTHORIZING THE OFFERING FOR SALE OF LEASE AGREEMENT REFUNDING CERTIFICATES OF PARTICIPATION, SERIES 2021, OF PRATT COMMUNITY COLLEGE, PRATT, KANSAS.

WHEREAS, Pratt Community College, Pratt, Kansas (the “College”) has heretofore entered into and has outstanding certain lease obligations; and

WHEREAS, due to the current interest rate environment, the College has the opportunity to enter into a supplemental lease agreement, and have issued certificates of participation therein, in order to achieve an interest cost savings on all or a portion of the obligations described as follows (the “Refunded Obligations”):

<u>Description</u>	<u>Series</u>	<u>Dated Date</u>	<u>Years</u>	<u>Amount</u>
Lease Agreement Refunding Certificates of Participation	2012	05/15/2012	2022 - 2028	\$1,285,000

THEREFORE, BE IT RESOLVED BY THE BOARD OF TRUSTEES OF PRATT COMMUNITY COLLEGE, PRATT, KANSAS, AS FOLLOWS:

Section 1. The College is hereby authorized to offer at competitive public sale approximately \$1,330,000 principal amount of “Refunding Certificates of Participation, Series 2021, Evidencing Proportionate Interests In and Rights to Receive Payments Under a Lease Agreement” (the “Series 2021 Certificates”) as described in the Notice of Certificate Sale (the “Notice of Certificate Sale”) attached hereto as *Exhibit “A”* and the Preliminary Official Statement referenced herein, for the purpose of refunding and refinancing the Refunded Obligations.

Section 2. Ranson Financial Group, L.L.C., Wichita, Kansas (“Financial Advisor”) is hereby authorized and directed to receive bids on behalf of the College for the purchase of the Series 2021 Certificates on May 24, 2021, upon the terms and conditions set forth in said Notice of Certificate Sale, and to deliver all bids so received to the Board of Trustees (the “governing body”) at its meeting to be held on such date at said time and place, at which meeting the governing body shall review such bids and shall approve a bid or reject all bids.

Section 3. The Notice of Certificate Sale is hereby approved in substantially the form attached hereto as *Exhibit A*, with such changes and additions thereto as the Vice President of Finance and Operations shall deem necessary or appropriate, and to use such document in connection with the public sale of the Series 2021 Certificates.

Section 4. The Financial Advisor, in conjunction with Gilmore & Bell, P.C., Wichita, Kansas (“Bond Counsel”), is hereby authorized to prepare a Preliminary Official Statement, and such representatives of the College are hereby authorized to use such document in connection with the sale of the Series 2021 Certificates.

Section 5. The Vice President of Finance and Operations, in conjunction with the Financial Advisor and Bond Counsel, is hereby authorized and directed to give notice of said sale by transmitting copies of the Notice of Certificate Sale and Preliminary Official Statement to prospective purchasers of the Series 2021 Certificates.

Section 6. For the purpose of enabling the Purchaser to comply with the requirements of Rule 15c2-12 of the Securities Exchange Commission (the "Rule"), the appropriate officers of the College are hereby authorized: (a) to provide the Purchaser a letter or certification to the effect that the College deems the information contained in the Preliminary Official Statement to be "final" as of its date, except for the omission of such information as is permitted by the Rule; (b) covenant to provide continuous secondary market disclosure by annually transmitting certain financial information and operating data and other information necessary to comply with the Rule to certain national repositories and the Municipal Securities Rulemaking Board, as applicable; and (c) take such other actions or execute such other documents as such officers in their reasonable judgment deem necessary; to enable the Purchaser to comply with the requirement of the Rule.

Section 7. The College agrees to provide to the Purchaser within seven business days of the date of the sale of Series 2021 Certificates or within sufficient time to accompany any confirmation that requests payment from any customer of the Purchaser, whichever is earlier, sufficient copies of the final Official Statement to enable the Purchaser to comply with the requirements of Rule 15c2-12(3) and (4) of the Securities and Exchange Commission and with the requirements of Rule G-32 of the Municipal Securities Rulemaking Board.

Section 8. The Chair, Secretary of the Board, Vice President of Finance and Operations and the other officers and representatives of the College, the Financial Advisor and Bond Counsel are hereby authorized and directed to take such other action as may be necessary to carry out the public sale of the Series 2021 Certificates.

Section 9. This Resolution shall be in full force and effect from and after its adoption.

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Table 1

Pratt Community College
Refunding Certificates of Participation

Series 2012

Outstanding Debt Service of Certain Maturities

Payment Date	Principal	Interest Rate	Interest	Total Debt Service
1-May-20			0.00	0.00
1-Nov-20				0.00
1-May-21	0.00	2.000	0.00	0.00
1-Nov-21			15,791.25	15,791.25
1-May-22	215,000.00	2.150	15,791.25	230,791.25
1-Nov-22			13,480.00	13,480.00
1-May-23	200,000.00	2.250	13,480.00	213,480.00
1-Nov-23			11,230.00	11,230.00
1-May-24	185,000.00	2.400	11,230.00	196,230.00
1-Nov-24			9,010.00	9,010.00
1-May-25	190,000.00	2.500	9,010.00	199,010.00
1-Nov-25			6,635.00	6,635.00
1-May-26	195,000.00	2.600	6,635.00	201,635.00
1-Nov-26			4,100.00	4,100.00
1-May-27	200,000.00	2.700	4,100.00	204,100.00
1-Nov-27			1,400.00	1,400.00
1-May-28	100,000.00	2.800	1,400.00	101,400.00
1-Nov-28			0.00	0.00
1-May-29			0.00	0.00
1-Nov-29			0.00	0.00
1-May-30			0.00	0.00
1-Nov-30			0.00	0.00
1-May-31			0.00	0.00
1-Nov-31			0.00	0.00
1-May-32			0.00	0.00
1-Nov-32			0.00	0.00
1-May-33			0.00	0.00
Totals	1,285,000.00		123,292.50	1,408,292.50
Redemption	15-Jun-21			
Accrual	1-May-21			
Days	44.00			
Ratio	0.24			
Principal	1,285,000.00			
Interest	3,860.08			
Premium	0.00			
Total	1,288,860.08			

Table 2
\$1,325,000
Pratt Community College
Refunding Certificates of Participation
Series 2021 A
Estimated Debt Service to Maturity

Payment Date	Principal	Interest Rate*	Interest	Total Payments
1-May-20			0.00	0.00
1-Nov-20			0.00	0.00
1-May-21			0.00	0.00
1-Nov-21			2,639.15	2,639.15
1-May-22	190,000.00	0.250	3,467.50	193,467.50
1-Nov-22			3,230.00	3,230.00
1-May-23	220,000.00	0.300	3,230.00	223,230.00
1-Nov-23			2,900.00	2,900.00
1-May-24	200,000.00	0.350	2,900.00	202,900.00
1-Nov-24			2,550.00	2,550.00
1-May-25	205,000.00	0.500	2,550.00	207,550.00
1-Nov-25			2,037.50	2,037.50
1-May-26	205,000.00	0.650	2,037.50	207,037.50
1-Nov-26			1,371.25	1,371.25
1-May-27	205,000.00	0.850	1,371.25	206,371.25
1-Nov-27			500.00	500.00
1-May-28	100,000.00	1.000	500.00	100,500.00
1-Nov-28			0.00	0.00
1-May-29			0.00	0.00
1-Nov-29			0.00	0.00
1-May-30			0.00	0.00
1-Nov-30			0.00	0.00
1-May-31			0.00	0.00
1-Nov-31			0.00	0.00
1-May-32			0.00	0.00
1-Nov-32			0.00	0.00
1-May-33			0.00	0.00
Totals	1,325,000.00		31,284.15	1,356,284.15
	0.00			
Dated Date:	14-Jun-21		Net Interest Cost:	
Settlement Date:	14-Jun-21		Arb Yield	
Bond Years:	4,846,736		Accrued Interest:	
Average Life:	3.66			

*GCCC Sale on April 12, 2021

Table 3

\$1,325,000
Pratt Community College
Refunding Certificates of Participation

Series 2021 A

Savings Report

Period Ending 30-Jun	Total Payments	Issuer Cash	Outstanding Debt Service	Cash Savings
2020	0.00	0.00	0.00	0.00
2021	0.00	0.00	0.00	0.00
2022	196,106.65	0.00	246,582.50	50,475.85
2023	226,460.00		226,960.00	500.00
2024	205,800.00		207,460.00	1,660.00
2025	210,100.00		208,020.00	-2,080.00
2026	209,075.00		208,270.00	-805.00
2027	207,742.50		208,200.00	457.50
2028	101,000.00		102,800.00	1,800.00
2029	0.00		0.00	0.00
2030	0.00		0.00	0.00
2031	0.00		0.00	0.00
2032	0.00		0.00	0.00
2033	0.00		0.00	0.00
	1,356,284.15	0.00	1,408,292.50	52,008.35
	Accrued Interest:			0.00
	Rounding Amount:			0.00
	Net Cash Savings			52,008.34
	Present Value of Savings:			51,815.00
				4.03%

Table 4

\$1,325,000
Pratt Community College
Refunding Certificates of Participation

Series 2021 A

Sources and Uses of Funds

<u>Sources</u>		
Certificates		1,325,000.00
Original Issue Discount		0.00
Forward Purchase Contract		0.00
Issuer Cash		0.00
Accrued Interest		0.00
Total Sources of Funds		1,325,000.00
<u>Uses</u>		
Escrow Deposit		1,288,860.08
Deposit to Bond Fund		0.00
Underwriter's Discount	1.00%	13,250.00
Costs of Issuance	1.73%	22,889.92
Rounding Amount		0.00
Total Uses of Funds		1,325,000.00
Special Counsel		8,000.00
Financial Advisor		8,000.00
Trustee		2,500.00
Official Stmt		2,000.00
Misc		2,389.92
Rating		0.00
Totals		22,889.92