

EXECUTION VERSION

STATE FINANCE COMMITTEE

OLYMPIA, WASHINGTON

RESOLUTION NO. 1213

A RESOLUTION OF THE STATE FINANCE COMMITTEE OF THE STATE OF WASHINGTON APPROVING AND ESTABLISHING A REVISED FINANCE PLAN AND MAXIMUM PRINCIPAL AMOUNT OF FINANCING CONTRACTS AND CERTIFICATES OF PARTICIPATION OF THE STATE FOR THE 2017-19 BIENNIUM.

ADOPTED: April 11, 2018

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WHEREAS, the State Finance Committee (the "Committee") of the State of Washington (the "State") is charged with oversight of financing contracts entered into by the State (RCW 39.94.040); and

WHEREAS, from time to time the Office of the State Treasurer, as staff to the Committee, reports on prior usage of financing contracts and presents proposed finance plans for state financing contracts and the issuance of certificates of participation therein pursuant to Chapter 39.94 RCW; and

WHEREAS, the Committee is required from time to time to establish the maximum aggregate principal amount of state financing contracts to be outstanding under Chapter 39.94; and

WHEREAS, the Committee by Resolution No. 1198 approved a preliminary finance plan for State financing contracts and certificates of participation for the 2017-19 Biennium that was contingent, in part, upon the expected enactment by the Legislature of Senate Bill 5981 (the then-proposed State capital budget for the 2017-19 Biennium), Section 7002 of which authorized various state agency financing contracts; and

WHEREAS, Senate Bill 5981, including Section 7002 thereof, subsequently was enacted into law as Chapter 2, Laws of 2018 (Substitute Senate Bill 6090) ("SSB 6090"), effective on January 19, 2018; and

WHEREAS, the Legislature also has enacted into law Chapter 298, Laws of 2018 (Engrossed Substitute Senate Bill 6095) ("ESSB 6095"), effective March 27, 2018, to provide a supplemental State capital budget for the 2017-19 Biennium, and Section 7002 of ESSB 6095 amends certain state agency financing contract authorizations contained in Section 7002 of SSB 6090 and authorizes additional state agency financing contracts; and

WHEREAS, the Committee desires to approve and establish a revised finance plan and maximum principal amount of financing contracts and certificates of participation of the State for the 2017-19 Biennium that reflects all of the state agency financing contracts authorized by the Legislature in SSB 6090 and ESSB 6095;

NOW, THEREFORE, BE IT RESOLVED BY THE STATE FINANCE COMMITTEE ACTING FOR AND ON BEHALF OF THE STATE OF WASHINGTON, as follows:

Section 1. Definitions. Unless the context otherwise requires, the terms defined in this section shall, for all purposes of this resolution and of any resolution supplemental hereto, have the meanings specified; words importing the singular number include the plural number and vice versa:

2017-19 Biennium means the two-year period beginning July 1, 2017 through June 30, 2019.

Committee means the State Finance Committee of the State, or any successor thereof.

Laws means the statutes of the State.

Legislature means the Legislature of the State.

State means the State of Washington.

Section 2. Approval of Revised Finance Plan for State Financing Contracts and Certificates of Participation for the 2017-19 Biennium. The Office of State Treasurer has proposed and the Committee hereby approves a revised finance plan for State financing contracts and issuance by the State of certificates of participation therein for the 2017-19 Biennium having the following components:

(a) *Financing Contracts Authorized by the Legislature for State Agencies*. In Section 7002 of SSB 6090, as amended by Section 7002 of ESSB 6095 (together, the 2017-19 State capital budget), the Legislature has authorized certain state agencies to enter into financing contracts for the acquisition of real property projects in a total principal amount of \$238,698,000, plus financing expenses and required reserves, as summarized in Exhibit 1.

(b) *Financing Contracts for State and Local Agency Equipment and Local Agency Real Estate*. In addition to the \$238,698,000 of financing contracts authorized by the Legislature for the state agencies described in Section 2(a), it is expected that the State will enter into financing contracts for the acquisition of equipment for state and local agencies and for the acquisition of real property projects for local agencies during the 2017-19 Biennium in an estimated aggregate total principal amount of \$200,000,000, plus financing expenses and required reserves.

(c) *Estimated Aggregate Total Financing Contracts to be Entered Into and Certificates of Participation to be Issued During 2017-19 Biennium*. As described in Section 2(a) and (b) above, the aggregate total principal amount of financing contracts expected to be entered into and certificates of participation therein expected to be issued during the 2017-19 Biennium is estimated to be not more than \$438,698,000, plus financing expenses and required reserves.

(d) *Maximum Aggregate Total Outstanding Financing Contracts.* The estimated maximum aggregate total of financing contracts of the State expected to be outstanding in the 2017-19 Biennium is as follows:

Outstanding certificates of participation as of April 11, 2018	\$ 848,747,616
Outstanding 63-20 financing leases (Wheeler & Tumwater Office Projects)	312,440,000
Anticipated additional financing contracts (2017-19 Biennium)	438,698,000
Total	<u>\$1,599,885,616</u>

Section 3. Approval of Maximum Principal Amount of State Financing Contracts and Certificates of Participation for the 2017-19 Biennium. Pursuant to RCW 39.94.040:

(a) Based upon the revised finance plan for financing contracts and certificates of participation described in and approved by Section 2 of this resolution, the maximum aggregate total principal amount of financing contracts (including certificates of participation therein) of the State is approved and established at \$1,599,885,616, plus financing expenses and required reserves; and

(b) Any refinancing contract (including issuance of refunding certificates of participation therein) to be entered into for the purpose of achieving interest cost savings in accordance with the Committee's Debt Issuance Policy's savings threshold is approved, irrespective of its stated principal amount or date of execution.

Section 4. Filing of Resolution. The Deputy State Treasurer is directed to file with the State Treasurer, pursuant to RCW 39.42.100, a certified copy of this resolution immediately upon its adoption.

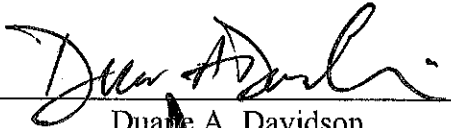
Section 5. Ratification. All actions heretofore taken by officers or staff of the Committee consistent with the terms of this resolution are ratified, approved and confirmed.

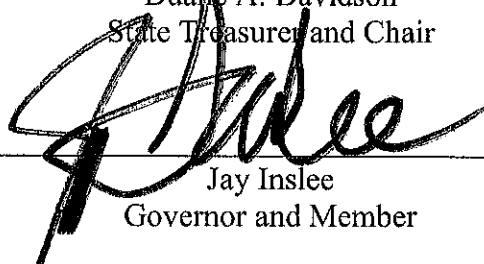
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Section 6. Effective Date. This resolution shall take effect immediately upon its adoption.

ADOPTED at an open meeting of the State Finance Committee after notice thereof was duly given as required by law, this 11th day of April, 2018.

STATE FINANCE COMMITTEE
STATE OF WASHINGTON

By 
Duane A. Davidson
State Treasurer and Chair

By 
Jay Inslee
Governor and Member

By 
Cyrus Habib
Lieutenant Governor and Member

ATTEST:

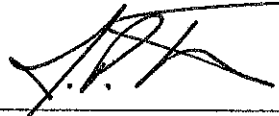

Jason P. Richter,
Deputy State Treasurer and Secretary

EXHIBIT 1

**LEGISLATIVELY AUTHORIZED
STATE AGENCY FINANCING CONTRACTS**

*2017-19 Capital Budget, Chapter 2, Laws of 2018 (SSB 6090), as amended by
2018 Supplemental Capital Budget, Chapter 298, Laws of 2018 (ESSB 6095)*

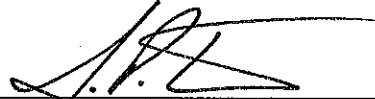
Agency	Sec. 7002, Sub Sec.	Authorized Amount*
Department of Enterprise Services	3(a)	\$ 5,323,000
Department of Enterprise Services	3(b)	2,000,000
Washington State Patrol	4(a)	7,450,000
Washington State Patrol	4(b)	2,700,000
Department of Labor and Industries	5	12,504,000
Department of Social and Health Services	6	2,900,000
State Board for Community and Technical Colleges on behalf of:		
Cascadia College	7(a)	30,225,000
Renton Community College	7(b)	2,000,000
South Seattle College	7(c)	10,000,000
Shoreline Community College	7(d)	31,100,000
Lower Columbia College	7(e)	3,400,000
Clover Park Technical College	7(f)	35,821,000
Yakima Valley Community College	7(g)	22,700,000
Bellevue College	7(h)	20,000,000
Whatcom Community College	7(i)	26,475,000
South Puget Sound Community College	7(j)	16,000,000
South Puget Sound Community College	7(k)	7,000,000
Grays Harbor College	7(l)	1,100,000
Capital Budget Total		\$238,698,000

* In each case, plus financing expenses and required reserves.

CERTIFICATE

I, Jason P. Richter, the duly appointed, qualified and acting Secretary of the State Finance Committee of the State of Washington, certify that the foregoing is a true and correct copy of Resolution No. 1213 of such Committee, adopted at an open public meeting thereof held on this 11th day of April, 2018, after notice of such meeting was duly and regularly given as required by law, and that such resolution has been entered in the records of such Committee held on such date and remains in effect as of this date.

DATED: 4/11, 2018.



Jason P. Richter, Secretary
State Finance Committee