

MINUTES OF STATE FISCAL ACCOUNTABILITY AUTHORITY MEETING

March 3, 2020 – 9:30 A. M.

The State Fiscal Accountability Authority (Authority) met at 9:30 a.m. on Tuesday, March 3, 2020, in Room 252 in the Edgar A. Brown Building, with the following members in attendance:

Governor Henry McMaster, Chair;
Mr. Curtis M. Loftis, Jr., State Treasurer;
Mr. Richard Eckstrom, Comptroller General;
Senator Hugh K. Leatherman, Sr., Chairman, Senate Finance Committee; and
Representative G. Murrell Smith, Chairman, Ways and Means Committee.

Also attending were State Fiscal Accountability Authority Executive Director Grant Gillespie; Authority General Counsel Keith McCook; State Auditor George Kennedy; Governor's Deputy Chief of Staff Mark Plowden; Treasurer's Chief of Staff Clarissa Adams; Comptroller General's Chief of Staff Eddie Gunn; Senate Finance Committee Budget Director Mike Shealy; Ways and Means Chief of Staff Daniel Boan; Authority Secretary Delbert H. Singleton, Jr., and other State Fiscal Accountability Authority staff.

Adoption of Agenda for State Fiscal Accountability Authority

Upon a motion by Mr. Eckstrom, seconded by Senator Leatherman, the Authority approved the agenda as presented.

Executive Director: 2020 Ceiling Allocation

The initial balance of the 2020 state ceiling allocation is \$540,614,970. In accord with Code Section 1-11-520, \$216,245,988 (40% of the total) is designated as the state pool and \$324,368,982 (60% of the total) is designated as the local pool. There is presently a state ceiling balance of \$540,614,970 remaining for 2020. Allocation requests for 2020 totaling \$60,000,000 have been received thus far.

The recommendation from the Department of Commerce for allocations for this cycle totals \$60,000,000. The Department of Commerce made the following recommendation for allocation from the local pool:

JEDA, The Heritage at Forest Acres Properties, LLC, (Richland County) \$60,000,000
(Financing includes (i) costs of acquiring, developing and constructing 40 rental

independent living cottage 88 assisted living units and 42 memory care units for a senior housing community; (ii) working capital; (iii) a capitalized interest fund; (iv) a liquidity support fund; and (v) other costs of issuance);

Given that the allocation request is for more than \$10 million, bond counsel for the project has indicated that the project should be granted ceiling allocation prior to July 1, because the project “is of such significance that approval of the allocation is warranted” prior to July 1. Bond counsel’s memo supporting the allocation is attached. (See also SC Code Section 1-11-54).

Approval of the recommended request will leave an unexpended state ceiling balance of \$480,614,970 (state pool - \$216,245,988; local pool - \$264,368,982) to be allocated later in the calendar year.

Upon a motion by Mr. Eckstrom seconded by Senator Leatherman, the Authority, in accord with Code Section 1-11-500 et seq. and upon the recommendation of the Department of Commerce, granted the following tentative ceiling allocation from the local pool:

JEDA, The Heritage at Forest Acres Properties, LLC, \$60,000,000.

Information relating to this matter has been retained in these files and is identified as Exhibit 1.

Adjournment

The meeting adjourned at 9:35 a.m.

[Secretary’s Note: In compliance with Code Section 30-4-80, public notice of and the agenda for this meeting were posted on bulletin boards in the office of the Governor’s Press Secretary and in the Press Room, near the Authority Secretary’s office in the Wade Hampton Building, and in the lobbies of the Wade Hampton Building and the Edgar A. Brown Building at 9:15 a.m. on Monday, March 2, 2020.]