

LONG-RANGE CAPITAL PLANNING COMMISSION
REGULAR MEETING
Nov. 5, 2019, 1:00 p.m.
Oklahoma State Capitol Building
Oklahoma City, OK, Room 419-C

A meeting notice was filed with the Secretary of State and an agenda has been posted in accordance with the Open Meeting Act.

MEMBERS PRESENT: Larry DeWitt, Executive VP of Farmers Exchange Bank
Brandon Ersteniuk, CEO of Ersteniuk Insurance Agency
Kirkland Hall, CEO and Vice Chairman of Hall Capital
Travis Mason, Director of Commercial Oklahoma
Mark Selvidge, Former Public Finance Attorney

MEMBERS ABSENT: Josh Cruzan, CEO of Rimrock Energy Partners, LLC.

GUESTS: Cary Cundiff, OMES
Dan Ross, OMES CAM Director
Beverly Hicks, OMES Administrative Coordinator
Tim Tuck, OMES Legal
Jennifer Ramsey, OMES REALS
Dan Melton, OK State Bureau of Investigation
Shawn Ashley, ECapitol

I. Announcement of filing of meeting notice and posting of the agenda in accordance with the Open Meeting Act. [Kirkland Hall, Chair]:

Chairman Hall made known that the meeting today is in compliance with the OMA.

II. Welcome/Introductions. [Chair]:

Mr. Hall welcomed members and guests to the meeting.

III. Call to order and confirmation of quorum. [Chair]:

Mr. Hall called the meeting to order at 1:08 p.m. A roll call was taken and a quorum established. A meeting notice was filed with the Secretary of State and agenda posted in accordance with the Open Meeting Act.

IV. Approval of minutes from the Oct. 22, 2019, Commission meeting. [Chair]:

Mr. Mason moved to approve the meeting minutes of October. Mr. Selvidge seconded the motion. The motion passed and the following votes recorded:

Mr. DeWitt, aye; Mr. Ersteniuk, aye; Mr. Hall, aye; Mr. Mason, aye; Mr. Selvidge, aye.

V. Discussion and possible action to approve FY 2021-2028 Capital Improvements Plan and FY 2021 Capital Budget. [Cary Cundiff]

Mr. Cundiff reported on his ongoing discussions with Senators Kirt and Montgomery pertaining to their interim study of Innovative State Capital Planning and his meeting with them yesterday to discuss some ideas and recommendations for the Office of Management and Enterprise Services. They would like to see OMES work more closely with the Legislature and legislative committees, briefing them on discussions/meetings with the Commission and the overall plan. The senators were open to the suggestion of recommending ongoing funding and exploring ideas from other states; for example, one state has an actual statute requiring an x amount of total state assets to be appropriated for ongoing maintenance issues.

Mr. Cundiff updated members on the current priority project list and on the projects that are to be removed where funding is provided to those agencies specific for those projects. He gave an overview of all capital request for the overall capital plan, ways to improve criteria rankings on the priority list and potential funding recommendations.

There was discussion on ways to improve the list of statewide assets. Mr. Cundiff informed that there is a statute that is part of the IT consolidation bill requiring most agencies to utilize a centralized asset management software instead of their own, but there have not been enough resources internally to roll out that type of statewide system. The Commission inquired about funding being used towards updating the project list to better help them in managing the database and to know what it is that is part of their charge as a Commission to help with state assets.

The Commission request that Mr. Cundiff provide them a list of projects that have been removed from previous prioritizations and/or projects that have been completed.

The Commission voted on the following three items below:

- Mr. Mason motioned to accept the current prioritization list for \$6.1 million. Mr. DeWitt seconded the motion. The motion passed and the following votes recorded:

Mr. DeWitt, aye; Mr. Ersteniuk, aye; Mr. Hall, aye; Mr. Mason, aye; Mr. Selvidge, aye.

- Mr. Mason motioned to request an additional \$7.3 million in FY 2021 to complete a priority list conditioned upon final approval by this Commission. Mr. Ersteniuk seconded the motion. The motion passed and the following votes recorded:

Mr. DeWitt, aye; Mr. Ersteniuk, aye; Mr. Hall, aye; Mr. Mason, aye; Mr. Selvidge, aye.

Chairman Hall asked if this Commission should recommend funding of bonds for remaining capital items and if it needs to be done before the next meeting. Mr. Cundiff said he did not believe so as long as the Commission is good with the overall list of projects. Mr. Hall agreed and suggested that the Commission might wait until another meeting before telling the Legislature that this body is recommending \$300 million in bonds for main capital items. In the past, it has not been well received and has not gone over well with the Legislature in recent

legislative sessions. He recognizes and appreciates the help the Commission has received from the Legislature in terms of recurring funding and the interest they have taken in the role of the Commission. He does not want to see them start off on the wrong foot and desires for a good partnership.

Mr. Selvidge agreed and said we have a state bond advisor, the Council of Bond Oversight and agencies that handle this and feels this body should take no position, and does not see the need to table this item. He does not think it is appropriate for this Commission to consider recommendation of bonds for other agencies.

Chairman Hall asked Mr. Selvidge if he may consider that as a second at this point, or at least a strong second. Mr. Selvidge said for a strong table not to pick it up. Chairman Hall acknowledged the first motion made by Mr. Mason and the second made by Mr. Selvidge. He thanked him for his comments and stated that he appreciated them. Mr. Selvidge agreed with Mr. Hall.

- Mr. Mason motioned to table the third recommendation until the next meeting. Mr. Selvidge seconded the motion. The motion passed and the following votes recorded:

Mr. DeWitt, aye; Mr. Ersteniuk, aye; Mr. Hall, aye; Mr. Mason, aye; Mr. Selvidge, aye.

VI. Discussion and possible action to approve 2020 meeting dates all at 1 p.m. [Chair]

Tuesday, Feb. 18

Thursday, Sept. 3

Thursday, April 9

Tuesday, Oct. 13

Thursday, June 4

Thursday, Nov. 5

Mr. Selvidge motioned to adopt the slate of dates existing with the addition of an earlier meeting if possible. Mr. DeWitt seconded the motion. The motion passed and the following votes recorded:

Mr. DeWitt, aye; Mr. Ersteniuk, aye; Mr. Hall, aye; Mr. Mason, aye; Mr. Selvidge, aye.

VII. Updates and Discussion: None.

VIII. Adjournment:

There being no further business, Mr. Mason made a motion to adjourn. Mr. Ersteniuk seconded the motion, the motion carried and the meeting adjourned at 2:06 p.m.