

The Dormitory Authority of the State of New York Finance Committee Meeting was held at DASNY's Albany Office, 515 Broadway, Albany, New York at 4:00 p.m. on Tuesday, April 10, 2018.

The Meeting was called to order by the Finance Committee Chair. Roll call was taken and a quorum was present. Those Finance Committee Members present and absent were as follows:

Members Present

Gerard Ronski, Esq., Finance Committee Chair
Alfonso L. Carney, Jr., Board Chair, Committee Member
Charles Abel, Designated Representative of the Commissioner of
Health, Member (ex officio), Committee Member

Other Board Members Present

Jonathan H. Gardner, Esq., Board Member

Dormitory Authority Staff Present

Gerrard P. Bushell, President
Michael T. Corrigan, Vice President
Michael E. Cusack, Esq., General Counsel
Kimberly J. Nadeau, Chief Financial Officer
Caroline V. Griffin, Chief of Staff
Debra Pulenskey Drescher, Esq., Managing General Counsel
Sara Richards, Esq., Associate General Counsel
Deborah K. Fasser, Director, Communications and Marketing
Dena Amodio, Esq., Associate Counsel
David P. Ostrander, Senior Financial Analyst

PUBLIC SESSION

The Committee Chair called the Committee Meeting to order. The Minutes of the March 6, 2018 Finance Committee Meeting were reviewed and approved.

Board Chair Carney moved that the Committee Members go into Executive Session to discuss the financial and credit history of particular corporations, Mr. Abel seconded the motion and the Meeting went into Executive Session.

EXECUTIVE SESSION

Mr. Gardner arrived at the Committee meeting during Executive Session. While in Executive Session, no action was taken other than to return to Public Session.

PUBLIC SESSION**New York University**

Mr. Ostrander presented the Single Approval Credit Summary and Staff Report recommending the issuance of one or more series of tax-exempt and/or taxable, fixed and/or variable rate bonds with a term not to exceed 40 years in an amount not to exceed \$790,000,000 on behalf of New York University. He stated that the proceeds of the bonds are expected to be used to finance numerous construction and renovation projects located throughout the New York University system totaling approximately \$393 million and to refinance approximately \$312.7 million drawn on the University's lines of credit for various capital projects. He stated that some of the larger projects to be financed or refinanced include: construction of a mixed use building at 181 Mercer Street which will include a modern athletic facility, new classrooms, performing arts space, and student and faculty housing; construction and equipping of a new approximately 350,000 square foot building at 435 East 30th Street to house advanced medical research facilities for the School of Medicine; and improvements to facilities located at the University's Brooklyn campus including 370 Jay Street.

Mr. Ostrander reported that Moody's Investors Service has assigned a rating of "Aa2" to the outstanding obligations of the University with a "Stable Outlook". He stated that Standard & Poor's has rated the University's obligations "AA-" with a "Stable Outlook". He noted that, accordingly, the University qualifies for an unsecured borrowing under DASNY's Financing Guidelines for Independent Institutions.

Mr. Ostrander further reported that New York University is one of the largest private higher education institutions in the nation, measured by enrollment. He stated that for Fall 2017, the University received 64,007 applications for first-time full-time freshman, marking the tenth year in a row of record applications. He reported that the total headcount enrollment increased to 51,123 in Fall 2017. He stated that the University's overall revenue mix is diverse. He explained that for fiscal year 2017, only 30% of the University's total operating revenues came from net tuition and fees. He noted that the University reported total net assets in excess of \$5.69 billion for fiscal year 2017, which is a 26% increase over five years.

Finance Committee Chair Ronski stated that NYU is a wonderful institution and an important part of the economy. He noted that NYU is a pleasure with which to do business.

The Finance Committee Members decided unanimously to recommend the financing to DASNY's full Board for approval.

School Districts Revenue Bond Financing Program

Mr. Ostrander stated that at the February 7, 2018 DASNY Board Meeting, the Members adopted Supplemental Resolution 2018-1 authorizing the issuance of fixed-rate School Districts Revenue Bonds pursuant to the Amended and Restated Master Resolution in an aggregate amount not to exceed \$500,000,000. Mr. Ostrander explained that at that time, staff anticipated that the

\$500,000,000 authorization would be sufficient to accommodate all of the school districts that would be interested in participating in the June issuance. He further explained, however, that it now appears that authorization for \$500,000,000 may be insufficient to accommodate all of the school districts that have expressed an interest in participating in the issuance. He stated that, to date, staff has received responses from approximately 60 districts that wish to participate and based on the aggregate new money and BAN refinancing needs for all participating districts, it is likely that the total par amount will exceed \$500,000,000. Mr. Ostrander noted that, therefore, the Board was being asked to adopt an Amended and Restated Supplemental Resolution 2018-1 with a not to exceed amount of \$750,000,000.

In response to an inquiry by Finance Committee Chair Ronski, Mr. Ostrander confirmed that the individual school districts' bonds delivered to DASNY are voter-approved.

The Finance Committee Members decided unanimously to recommend the financing to DASNY's full Board for approval.

The Board Chair moved that the Meeting adjourn, Mr. Abel seconded the motion and the Meeting was adjourned at approximately 4:24 p.m.

Respectfully submitted,

Debra Pulenskey Drescher
Assistant Secretary