

State Budget Committee  
Meeting Minutes  
Thursday, October 7, 2010

**Members:**

Senator Luke Kenley, Chairman  
Senator John Broden  
Representative Jeffrey K. Espich  
Representative Peggy Welch  
Adam M. Horst, State Budget Director

**Alternate Members:**

Senator Brandt Hershman  
Senator Karen Tallian  
Representative Ed DeLaney

The State Budget Committee members independently considered the following item on October 7, 2010.

**University Project**

<u>Purdue University (760)</u>	\$96,750,000
Refunding of Series H, K, L, O, R and W Student Fee Bonds	
Project No. B-1-11-6-13	

Purdue University requests approval from the State Budget Committee to proceed with the issuance of student fee bonds to refund up to \$96,750,000 of the current outstanding student fee bonds Series H, K, L, O, R and W together with any costs associated with the issuance as allowed by law. Purdue wishes to replace these fixed rate bonds with lower rate fixed rate bonds. Based on market conditions as of this writing, the refunding will produce an estimated savings of \$6 million, a 10% net present value savings, through final maturity of 2026. The University will only issue refund bonds if market conditions offer an overall true interest cost below 4%. The refunding transaction will not extend the maturity dates of the bonds being refunded. The interim or permanent financing package is subject to approval by the State Budget Director.

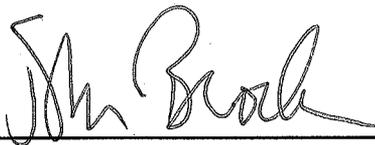
*Budget Committee  
October 2010*

Pursuant to the provisions of IC 4-12-1, the State Budget Committee recommends approval of this project.



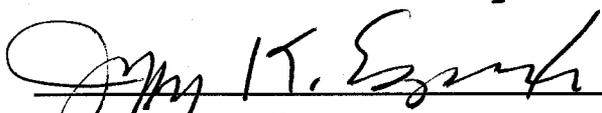
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Senator Luke Kenley, Chairman



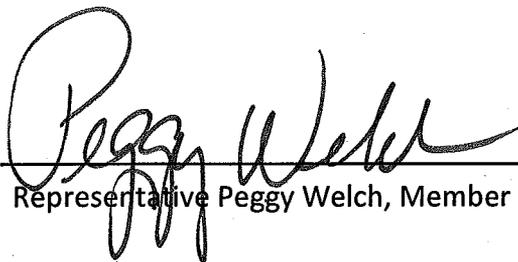
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Senator John Broden, Member



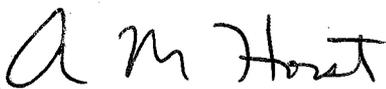
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Representative Jeffrey K. Espich, Member



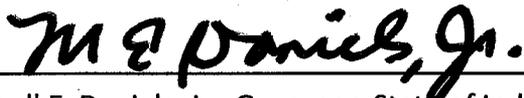
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Representative Peggy Welch, Member



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Adam M. Horst, State Budget Director



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Mitchell E. Daniels, Jr., Governor, State of Indiana