

# South Dakota Health and Educational Facilities Authority

# The South Dakota Health and Educational Facilities Authority was established in 1972 by SDCL 1-16A-1.

## Governing board - Seven Members – Appointed by Governor

- Norbert Sebade, Chairman
  - Dave Fleck, Vice Chairman
  - William Lynch, Treasurer
  - Roberta Ambur
  - Don Scott
  - Jim Scull
  - Dave Timpe
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- **Staff**
    - Don Templeton, Executive Director
    - Dustin Christopherson, Associate Director
    - Steve Corbin, Finance Officer
    - Michael Jost, Accountant
    - Trish Sargent, Administrative Assistant

## Reporting

- Bureau of Finance and Management
- Bonding activity to the Legislative Executive Committee every November.

# State Technical Education Bonding Process

- Legislature gives authority for bonding through legislation.
- South Dakota Health and Educational Facilities Authority works with State Board of Technical Education, Bureau of Finance and Management and Financial Advisors to issue bonds.
- State Board of Technical Education enters into a lease with the Authority. Lease payments are used by the Authority to make the bond payments.

# Credit Ratings

- Healthcare and Higher Education borrower ratings vary from AA- to non-rated.
  - Ratings based on the borrowers financial condition.
  - No financial liability to the State of SD. Authority is a conduit.
- The Technical Education bonds have benefitted from the State of South Dakota's AAA ratings from the 3 major rating agencies, 1 of 13 States to have AAA ratings from all 3 major rating agencies.

## Outstanding Bonds as of January 29, 2021

Healthcare	Avera Health \$529M, Monument Health \$355M, Sanford Health \$624M Westhills Village \$30M, Prairie Lakes \$30M and Lifescape \$4M	<u>\$1,572,445,000</u>
	<ul style="list-style-type: none"> <li>• <b><i>These bonds do not affect the State’s rating and the State is not obligated to repay these bonds.</i></b></li> </ul>	

Higher Education	University of Sioux Falls	<u>\$ 17,392,000</u>
	<ul style="list-style-type: none"> <li>• <b><i>These bonds do not affect the State’s rating and the State is not obligated to repay these bonds.</i></b></li> </ul>	

### Technical Education

<u>Bonds</u>	<u>Description</u>	<u>Amount</u>
2010A	Lake Area – Auto Building and Maintenance, Mitchell Tech – Student Services Administration and Classroom Building, and Southeast Tech – Main Entry and Student Services remodel at Mickelson Building	\$ 14,580,000
2010B	Lake Area – Student Services Building and Main Entry	6,455,000
2010C	Western Dakota – Expansion of Mickelson Building	10,290,000
2011A	Mitchell Tech – Building for the Construction Trades, Agriculture and Power Sports program facilities	19,580,000
2012A	Lake Area – Building for the Agriculture, Environmental Technology and Heavy Equipment Operator programs	13,950,000
2015A	Refunded Series 2008 bonds	20,310,000
2015B	Western Dakota – Diesel Technology Building, Public Safety Building, Medical Simulation Lab and other campus improvements	13,200,000
2015C	Southeast Tech – Transportation Technology Center and other campus improvements	<u>14,540,000</u>
Technical Education Total Outstanding Bonds		<u>\$ 112,905,000</u>