

OHIO BOARD OF REGENTS

Agenda Item 3.11 Consideration of a request by Kent State University to pledge student fees in support of a \$60,000,000 bond issuance, to fund routine capital budget expenditures.

**RESOLUTION**

WHEREAS, Section 94.06 of Am. Sub. H.B. 94 of the 124<sup>th</sup> General Assembly requires that any new pledge of student fees to secure bonds or notes of a state college or university must be approved by the Ohio Board of Regents; and

WHEREAS, Kent State University proposes to pledge student fees in support of general receipts bonds in an amount not to exceed \$60,000,000 to pay the costs of routine capital projects; and

WHEREAS, the proposed financing program will be used to fund the routine capital budget needs of the various departments within the University for the **prior**, current and subsequent fiscal years; and

WHEREAS, the University has established a 30-year debt service schedule to be retired using general operating funds; and

WHEREAS, the University has determined that this proposal will create significant and measurable cost savings, about which the University will provide periodic updates to the Board of Regents; and

WHEREAS, the University's Board of Trustees is expected to approve this proposal at its meeting of January 24, 2002; and

WHEREAS, the proposed bond issuance complies with the requirements of Section 3345.11 and Section 3345.12 of the Ohio Revised Code;

NOW THEREFORE,

BE IT RESOLVED, pending the approval of the Kent State University Board of Trustees, and upon the recommendation of the Chancellor and with the concurrence of the Resources Committee of the Ohio Board of Regents, that the pledge of fees by the Kent State University in support of general receipts bonds not to exceed \$60,000,000 is hereby approved.