

**MINUTES OF
REGULAR MEETING OF THE DIRECTORS OF
THE OKLAHOMA DEVELOPMENT FINANCE AUTHORITY
March 30, 2022**

The Directors of the Oklahoma Development Finance Authority held a Regular Meeting at 10:00 a.m. on Wednesday, March 30, 2022, in the Conference Room of the Oklahoma Development Finance Authority, 9220 North Kelley Avenue, Oklahoma City, Oklahoma.

The following members of the Authority were PRESENT:

Mr. Chris Condley, Chairman
Mr. Keith Ventris, Vice Chairman
Mr. Hank Bradley, Member
Mr. Bridger Cox, Secretary
Mr. Peter Carey, Member
Mr. D.R. Shipley, Member

The following member of the Authority was ABSENT:

Mr. Brent Kisling, Ex-Officio

Others attending the meeting were members of the Oklahoma Development Finance Authority staff and other guests representing firms doing business with ODFA, who are listed on the Attendance Register which is kept in the original meeting file.

ROLL CALL

Chairman Condley called the meeting to order and requested a roll call from the Assistant Secretary, after which he declared a quorum present.

In response to a question by Chairman Condley, it was reported that notice of the Regular Meeting of the Authority was filed in the office of the Oklahoma Secretary of State and public notice of this meeting was posted in prominent view at 9220 North Kelley Avenue, Oklahoma City, Oklahoma, twenty-four (24) hours prior to this meeting excluding Saturdays, Sundays, and legal holidays, all in compliance with the Oklahoma Open Meeting Act.

APPROVAL OF MINUTES OF THE MEETING OF MARCH 1, 2022

Minutes of the meeting held March 1, 2022, had been sent electronically to the Board Members prior to the meeting and the reading was waived. Mr. Shipley made a motion to approve the minutes as transmitted. Mr. Cox seconded the motion. All members present voted Aye.

FINANCIAL REPORT

Mr. Davis stated that in the board packets on pages 13 and 14 are the 12-month trended balance sheet and income statement. At the last meeting we did not have January financials. We received them the day before the meeting and did not have time to review them. The board packet contains January results as well as the eight months ending February 28th. The total revenues year to date FY 22 are \$854,000, down 17% from the same period a year ago when we were at a \$1,024,000. The primary issues are due to early defeasance of the Cross Village bonds are still in this comparison period; as well as a significant balance of outstanding bonds for Oklahoma State University that were refunded out of the Master Lease Program and into OSU's name. This is the reason we are seeing such significant decline in revenues on the ODFA side. The operating expenses were down 6% year over year at \$666,000, versus \$709,000 this same period a year ago. This leaves us with a net income of \$188,106 compared to \$322,000 the same period FY 2021.

Chairman Condley asked if there were any questions or comments concerning the report. Hearing none, he asked if there was a motion. Mr. Cox made a motion to approve the financial report, as presented. Mr. Shipley seconded the motion. All members present voted AYE.

NEW LOAN APPLICATIONS/PROJECTS

A. Oklahoma Development Finance Authority (ODFA) – \$250,000 Oklahoma Community Economic Development Pooled Finance Act Award (AccessOptics) Series 2022

Discussion and possible with respect to a resolution acknowledging receipt of a Determination Letter from the Oklahoma Department of Commerce (“ODOC Determination Letter”); implementing the financial incentive described in the ODOC Determination Letter, namely, the Oklahoma Community Economic Development Pooled Finance Act (AccessOptics Project), Series 2022, in an aggregate principal amount estimated at \$250,000 (the “Award”); approving and authorizing the execution and delivery of a Funding Agreement and other related documents; and containing additional matters relating thereto.

Mr. Stoner stated that there are quite a few agenda items today and he will start with a handful of Business Expansion Incentive Program applications. Mr. Stoner reminded the Board that this is the program that we work with the Oklahoma Department of Commerce. Mr. Stoner then introduced Mr. John Chiappe with the Department of Commerce. Mr. Chiappe does a lot of work in preparing and doing the net positive benefit analysis for these projects and he is a pleasure to work with and he has done a lot of work in preparation for today.

On page 21, there is a report of where we stand in this program. There is a \$200 million available capacity in the program. Assuming the Board approves everything today, this report will reflect everything that has been approved but not paid out and that is \$47.5 million. There is \$152 million capacity remaining in the program. Each of these projects have made their application to Commerce. They have gone through the net positive benefit evaluation with the research and economic analysis team. This evaluation turns into an award letter that is sent over to ODFA for the administration of the program. On the agenda today there are standard for-profit companies. These are companies that are making investments and the withholding taxes help offset their capital investment. But also, we have what we call our P3 program, which is a public private partnership that allows the Authority to capture withholding taxes from benefiting for profit entities to offset the capital investment of the public entities. The Board will see a couple of these items as well on the agenda. Lastly, Mr. Stoner noted that there is no credit exposure for the Authority. The Authority just administers the program. Mr. Stoner then asked Ms. Harris to introduce Agenda Item A.

Ms. Harris stated that Access Optics is in Broken Arrow. They manufacture specialized micro lenses for medical equipment. They currently work with the top Medtech companies worldwide. Additionally, they are working on projects that include wearable devices for virtual reality. Access Optics will be purchasing \$1.3 million in new equipment. Currently, they employ over twenty-two employees and estimate hiring 20 to 30 new employees over the next three years. The investment will position them as the most advanced US supplier of molded glass optics for imaging systems.

Mr. Ventris made a motion to approve the project. Mr. Cox seconded the motion. Upon Roll Call, the vote was as follows:

AYE: Bradley, Carey, Condley, Cox, Shipley, Ventris
NAY: NONE

B. Oklahoma Development Finance Authority (ODFA) – \$4,000,000 Oklahoma Community Economic Development Pooled Finance Act Award (City of Altus), Series 2022

Discussion and possible with respect to a resolution acknowledging receipt of a Determination Letter from the Oklahoma Department of Commerce (“ODOC Determination Letter”); implementing the financial incentive described in the ODOC Determination Letter, namely, the Oklahoma Community Economic Development Pooled

Finance Act (City of Altus Project), Series 2022, in an aggregate principal amount estimated at \$4,000,000 (the “Award”); approving and authorizing the execution and delivery of a Funding Agreement and other related documents; and containing additional matters relating thereto.

Mr. Stoner stated that this project is for \$4,000,000 Oklahoma Community Economic Development Pool Finance Act, City of Altus Series 2022. This is a P3 model. On page 23 of your package is a summary of the project. The City of Altus is no stranger to this program. Mr. Stoner stated that back in July of 2020, the City of Altus invested \$12 million for 13,000 feet of a new water main. ODFA helped with that project and then in September 2021 they had a flood mitigation project that helped cement and straighten a creek that was causing flooding in and around the main security gate for Altus Air Force Base. That project was for \$2 million which allowed the base to make significant security improvements in the neighborhood of \$22 million. ODFA helped to get those two projects going. Today Altus has an additional \$14 million investment to help deepen the city's water reservoir. Mr. Stoner then introduced Mr. Gary Jones, City Manager of Altus and asked him to give a brief overview of the project.

Mr. Jones stated that water in southwest Oklahoma is a precious commodity and there is 120-acre reservoir, and they are in the process of digging it deeper for the purpose of providing additional water as a backup water supply. Before the water would come from Lake Lugert, which is not very high-quality water. The city has put a complete water line around the reservoir. The water will then be piped in from Tom Steed. This reservoir will then be utilized as an emergency backup water supply.

Mr. Cox made a motion to approve the project. Mr. Carey seconded the motion. Upon Roll Call, the vote was as follows:

AYE: Bradley, Carey, Condley, Cox, Shipley, Ventris
NAY: NONE

C. Oklahoma Development Finance Authority (ODFA) – \$600,000 Oklahoma Community Economic Development Pooled Finance Act Award (City of Collinsville), Series 2022

Discussion and possible with respect to a resolution acknowledging receipt of a Determination Letter from the Oklahoma Department of Commerce (“ODOC Determination Letter”); implementing the financial incentive described in the ODOC Determination Letter, namely, the Oklahoma Community Economic Development Pooled Finance Act (City of Collinsville Project), Series 2022, in an aggregate principal amount estimated at \$600,000 (the “Award”); approving and authorizing the execution and delivery of a Funding Agreement and other related documents; and containing additional matters relating thereto.

Mr. Stoner stated that Item C. is for \$600,000 Oklahoma Community Economic Development Pooled Finance Act (City of Collinsville). The summary of the project was on page 24 of the board packet.

Ms. Harris then introduced Pam Holt, the City Manager of Collinsville. Ms. Holt stated that this project will take sanitary sewer to the industrial park which they do not have at this time. It will be a gravity flow system that will open up the entire area for future development. This \$1.6 million project will consist of improving waste-water infrastructure for the industrial park and additional businesses in Collinsville. Ms. Holt stated that they had already been awarded the rest of the funding of \$955,552 from Tulsa County. This additional \$600,000 will complete the project.

Mr. Shipley made a motion to approve the project. Mr. Carey seconded the motion. Upon Roll Call, the vote was as follows:

AYE: Bradley, Carey, Condley, Cox, Shipley, Ventris
NAY: NONE

D. Oklahoma Development Finance Authority (ODFA) – \$300,000 Oklahoma Community Economic Development Pooled Finance Act Award (Expanded Solutions, LLC), Series 2022

Discussion and possible with respect to a resolution acknowledging receipt of a Determination Letter from the Oklahoma Department of Commerce (“ODOC Determination Letter”); implementing the financial incentive described in the ODOC Determination Letter, namely, the Oklahoma Community Economic Development Pooled Finance Act (Expanded Solutions Project), Series 2022, in an aggregate principal amount estimated at \$300,000 (the “Award”); approving and authorizing the execution and delivery of a Funding Agreement and other related documents; and containing additional matters relating thereto.

Mr. Stoner stated that Agenda Item D is for \$300,000 Oklahoma Community Economic Development Pooled Finance Act for Expanded Solutions, Series 2022. Expanded Solutions is a family-owned manufacturer of expanded metal that is used for a variety of applications. Mr. Stoner met with Mr. Rick Bahner and his sons. They have two plants one in Wewoka and another in Oklahoma City. Expanded Solutions is a prior recipient of our Bounce Back award two years ago, in 2020. They were able to modernize their largest expanded metal press in the US and tripling its output to 40,000 pounds per shift. Mr. Stoner introduced Mr. Rick Bahner and asked for a quick overview of the project. Mr. Bahner stated that this project will enable them to purchase two expanded metal presses. One will make a medium product and they have a customer that is looking for about 40,000 pounds every two weeks. At this time, Expanded Solutions does not have the ability. The small machine will enable them to produce coils of expanded metal for a battery manufacturer for a very high-tech batteries that use silver and copper metal. These government, tier one batteries that will go in front of a cruise missile or something where they

need power. Mr. Bahner stated that they go through about 150,000 pounds of steel a week. Expanded Solutions has about forty employees and they buy all domestic steel.

Mr. Cox made a motion to approve the project. Mr. Shipley seconded the motion. Upon Roll Call, the vote was as follows:

AYE: Bradley, Carey, Condley, Cox, Shipley, Ventris
NAY: NONE

E. Oklahoma Development Finance Authority (ODFA) – \$400,000 Oklahoma Community Economic Development Pooled Finance Act Award (Sundowner Trailers Project), Series 2022

Discussion and possible with respect to a resolution acknowledging receipt of a Determination Letter from the Oklahoma Department of Commerce (“ODOC Determination Letter”); implementing the financial incentive described in the ODOC Determination Letter, namely, the Oklahoma Community Economic Development Pooled Finance Act (Sundowner Trailers Project), Series 2022, in an aggregate principal amount estimated at \$400,000 (the “Award”); approving and authorizing the execution and delivery of a Funding Agreement and other related documents; and containing additional matters relating thereto.

Mr. Stoner stated that this item is for \$400,000 Economic Development Pooled Finance Act for Sundowner Trailers. A summary of the project is located on page 26 of the board packet.

Ms. Harris introduced the owner of Sundowner Trailers, Mr. John Shipman. Mr. Shipman stated that they have been in business for about 46 years. They started out building steel horse and livestock trailers. In the last handful of years, they have begun building RV's, race car trailers, motor sports trailers and pretty much anything that goes behind a pickup truck. They have always had a backlog of \$8 to \$10 million in business. Today they have an \$80 million backlog. They need to have a significant expansion. They need a capital expenditure of \$2.7 million. Sundowner’s goal is to add about twenty-five employees per year for the next five years, to meet their demand.

Mr. Bradley made a motion to approve the project. Mr. Cox seconded the motion. Upon Roll Call, the vote was as follows:

AYE: Bradley, Carey, Condley, Cox, Shipley, Ventris
NAY: NONE

F. Oklahoma Development Finance Authority (ODFA) – \$400,000 Oklahoma Community Economic Development Pooled Finance Act Award (Vox Printing Project), Series 2022

Discussion and possible with respect to a resolution acknowledging receipt of a Determination Letter from the Oklahoma Department of Commerce (“ODOC Determination Letter”); implementing the financial incentive described in the ODOC Determination Letter, namely, the Oklahoma Community Economic Development Pooled Finance Act (Vox Printing Project), Series 2022, in an aggregate principal amount estimated at \$400,000 (the “Award”); approving and authorizing the execution and delivery of a Funding Agreement and other related documents; and containing additional matters relating thereto.

Mr. Stoner stated that this item is for \$400,000 Oklahoma Community Economic Development Pooled Finance Act for Vox Printing. The summary is on page 27 of the board packet. Vox Printing is located here on Britton Rd, which is three miles to our east. Mr. Stoner had the opportunity to visit with David and Robert Reid when they applied for and received an award for OIEP last year. That project helped them with a new folding and gluing machine for packaging products. Vox printing is the largest tray liner printer for the quick service restaurant industries. These restaurants include McDonald's, Braum's, Whataburger, Burger King and In and Out Burger among others. When Covid hit, all the in store dining went to virtually zero and that represented a significant portion of the business. They then had the opportunity to pivot with new machinery and now have another opportunity for a new project.

Mr. Reid stated that they started a family company in 1971 in Oklahoma City. Their third month in business they started working with McDonald's printing menu tickets. After that went away in the late seventy's and they got into tray liners for McDonald's, and they have 100% of the McDonald's tray liner business because their competitor went out during COVID. They lost 60% of their business overnight during COVID. They then went into packaging because in 2008 or 2009 their business was half McDonald's and half Burger King. It was a small market. Packaging is a huge market with 25 to 30 million nationwide, the packaging is billions of dollars for all the different stuff that is out there. Vox Printing then bought a packing place in Texas that had gone out of business, and they ran that for 4 years and doubled the size of our plant in Oklahoma City in 2015. This next expansion will add 30,000 square feet of warehouse space and buy a high-speed die cutter.

Mr. Cox made a motion to approve the project. Mr. Ventris seconded the motion. Upon Roll Call, the vote was as follows:

AYE: Bradley, Carey, Condley, Cox, Shipley, Ventris
NAY: NONE

G. Oklahoma Development Finance Authority (ODFA) – \$400,000 Oklahoma Community Economic Development Pooled Finance Act Award (Vinyard Fruit & Vegetable Co. Project), Series 2022

Discussion and possible with respect to a resolution acknowledging receipt of a Determination Letter from the Oklahoma Department of Commerce (“ODOC Determination Letter”); implementing the financial incentive described in the ODOC Determination Letter, namely, the Oklahoma Community Economic Development Pooled Finance Act (Vinyard Fruit & Vegetable Co. Project), Series 2022, in an aggregate principal amount estimated at \$400,000 (the “Award”); approving and authorizing the execution and delivery of a Funding Agreement and other related documents; and containing additional matters relating thereto.

Mr. Stoner explained that Item G is for ODFA \$400,000 Oklahoma Community Economic Development Pooled Finance Act for Vinyard Fruit and Vegetable. The summary for Vinyard Fruit and Vegetables on page 28. Vinyard was founded in 1959 and by 1969 was owned and operated by the Vinyard family. Vinyard is located on ten acres just south on 36th and Lincoln. Vinyard has been a loan customer since 2009 and in 2020 they also took advantage of the Business Expansion Incentive Program to help with equipment needs as they transitioned. Their business was impacted by their restaurant sales due to COVID.

Mr. Stoner then introduced the family; Roy and Pamela Vinyard, Rian Vinyard and Jennifer Vogler. Mr. Stoner asked Ms. Vogler to give a quick overview of the project.

Ms. Vogler stated that 54 years ago her parents got into the fresh produce business, and they have all been working in it since. Ms. Vogler joined in 1997. They bring in currently about 15 to 20 truckloads of fresh produce from the growing areas in California and up in the Northeast. In February, Vinyard’s main freight provider decided abruptly to get out of business. While Vinyard has never owned over the road trucks or employed truck drivers they have been well acquainted with it for all these years. It became more apparent that it seemed like a vertical integration made sense for us. This happened at the very end of February, so it is all still super fresh. Vinyard has decided to start their own trucking business with seven trucks, and they believe that they will hire fifteen employees to begin.

Mr. Cox made a motion to approve the project. Mr. Shipley seconded the motion. Upon Roll Call, the vote was as follows:

AYE: Bradley, Carey, Condley, Cox, Shipley, Ventris
NAY: NONE

H. Oklahoma Development Finance Authority (ODFA) – Not to Exceed \$2,400,000 Industrial Development Project (Vinyard Fruit & Vegetable Co. Project)

Discussion and possible Executive Session and possible vote granting approval for ODFA to assist OIFA to participate in a real estate loan project not to exceed \$2,400,000 by acting as a conduit Industrial Development Agency; authorizing the officers of ODFA to execute the necessary documents

Mr. Stoner stated that Item H is also for Vinyard. This is the conduit approval for the OIFA loan that requires a conduit economic development entity as a conduit. This agenda item is the approval of \$2.4 million economic development project. The loan will be on the OIFA agenda. This is the ODFA agenda to approve the conduits application. Mr. Stoner then gave a brief overview of the loan. Vinyard has been a loan customer with the OIFA since 2009. The board received under a separate cover, the credit package for Vinyard. The loan modification will allow them to add \$2 million towards their expansion project that was just discussed, and this is still subject to an appraisal and additional closing conditions that are documented in the credit memo. The loan committee comprised of Director Shipley, Director Cox, and Director Ventris, met last Friday and they have a recommendation for the loan package.

Mr. Ventris stated that on behalf of the loan committee he made a motion to approve the project. Mr. Bradley seconded the motion. Upon Roll Call, the vote was as follows:

AYE: Bradley, Carey, Condley, Cox, Shipley, Ventris
NAY: NONE

I. Oklahoma Development Finance Authority (ODFA) – \$10,000,000 Oklahoma Innovation Expansion Plan Pooled Finance Act Taxable Revenue Notes (OIEP), Series 2022

Discussion and possible action with respect to a resolution authorizing the issuance of the Authority's Oklahoma Innovation Expansion Plan Economic Development Pooled Finance Act Taxable Revenue Notes (OIEP) Series 2022, in one or more series in the total aggregated principal amount not to exceed \$10,000,000 issued on or before July 31, 2022; waiving competitive bidding and authorizing the sale of the Note on a private placement basis; approving and authorizing the execution and delivery of the Note and documents; and containing other matters relating thereto.

Mr. Davis gave background information on Item I. This is the same community pooled finance program that we just heard with the last seven different projects. This is a unique program within the incentive program in the state. The history of this program goes back to 2020, when COVID hit and we were working with Commerce and all our other economic development partners to figure out how can we help struggling small and midsize manufacturers in the State of Oklahoma. They could not find any sort of a legislative response because the legislature had moved to a proxy voting system, and they were not meeting in person at the Capitol. The needs and pain points were

acute and they needed to be resolved immediately. The awards that we heard today ranged from \$4 million to \$400,000. Traditionally, the projects under this program were multimillion-dollar capital investments with large award sizes. There is a certain amount of cost that goes into doing the legal work on this and the administrative work that we must put into it. So, anything under \$400,000 does not make sense unless there's other contributing factors. They then decided to do a program and we did awards from anywhere from \$25,000 to 150,000. The thought was maybe if we get twenty-five companies, we could pull that together and share the cost across all those projects, and it would make economic sense and help companies in the middle of COVID. There were oil field, microbrewers and distillers that were pivoting and making hand sanitizer it was not a huge capital investment for them to do that, but this incentive of \$25,000 to \$150,000 created a lot of incentive to make those investments. We saw companies increase their productive capabilities. We saw them diversifying their revenue streams. Expanded metals was in the Bounce Back program and that purchased the largest machine in the country. This program was rolled out and there was an application window of about 10 days. At the time, we thought we might get twenty-five applications and that would make economic sense. We had eighty-six companies apply and it worked well. ODFA collaborated closely with John Chiappe with the Department of Commerce and decided to make it an annual program and called it the Oklahoma Innovation Expansion Program. The OIEP, Series 2021 was in early May last year. The application period for that Series was also for 10 days and there were 106 companies that benefited.

Mr. Davis added that this brings us to Agenda item I. This year we want to utilize the Oklahoma Innovation Expansion Program again, so Mr. Davis requested authorization from the Board not to exceed more than \$10 million in awards under this program for Series 2022. At this point Mr. Davis does not have the names or the numbers of the companies. The application window opens next Monday, April 4th closes on April 15th. After that, the applications will go to the Department of Commerce. Mr. Chiappe is the Deputy Director, over the research group and once those applications come in, they will go through the analysis to determine the net positive benefit of each of the projects. Once the process is complete, they will provide a list to ODFA. We will begin the work on the legal documentation, contacting the companies. This will be the third year for the program. Mr. Davis feels it runs very smoothly. ODFA will have a couple of kickoff calls with the companies that will receive an award to talk to them about next steps and what things will look like. Once approved and the companies sign the legal documentation, they will not receive any funds until they provide proof of performance to the Department of Commerce that they have expended 10% of the capital investment that they applied for that project. In addition, the companies will provide quarterly reports. Once the proof of performance is received, the first payments should be going out in June and this Series 2022, will expire May 31 of 2023. The companies that do not generate the withholding from increased payroll will term out and will not receive the full award. Also, if the companies do not provide proof of performance the 10% of the capital investment in the first 90 days, they will drop out of the program. ODFA is currently wrapping up Series 2021 which terminates June 30, 2022. Mr. Davis will give a report to the Board in April about the applications.

Mr. Cox made a motion to approve the project. Mr. Carey seconded the motion. Upon Roll Call, the vote was as follows:

AYE: Bradley, Carey, Condley, Cox, Shipley, Ventris

NAY: NONE

REVIEW AND POSSIBLE APPROVAL OF TRAVEL CLAIMS

Mr. Shipley made a motion to approve the travel claims. Mr. Carey seconded the motion. All members present voted AYE.

PRESIDENT'S REPORT

Mr. Davis reported that the Authorities Operation and Business Development report for March was located on pages 29-30 of the board packets. ODFA is now managing thirty-nine active projects which includes the projects that were approved today. There is a \$200 million capacity in the Business Expansion Incentive Program. ODFA is currently at \$48 million. There is still \$152 million available in this program.

Mr. Davis also mentioned that the OIEP, Series 2021 has \$762,000 remaining to collect and disperse from the \$7.5 million and this program ends June 30, 2022. There is only a couple more months of payments to make on those. Any unfunded award amounts will expire.

The Authority is in the process of circulating legal documents for the 2022A/B Master Lease Program for the State Regents of Higher Education.

Mr. Davis then gave a quick update on utility securitization. The working group on all four of the securitizations continue to work and are putting all the legal documents together. We are moving forward and making sure that when a judgment from the Supreme Court on the validity of these issues that we are ready to go. OG&E is further down the road with that regard, than the other three. They are continuing to work on the other three securitizations as well. These issues are at the mercy of the court at this point. There are now five cases with the Supreme Court. Four of these cases are for the validation issues for each of the utilities. This includes OG&E, ONG, PSO and Summit. There is also a stand-alone petition that was filed with the court, basically asserting that the debts are unconstitutional because it is being incurred without a vote of the people, and then secondarily, that the enacted legislation statutes are unconstitutional and that there should be no bonds issued under Senate Bill 1050, which is for regulated utilities. Mr. Davis stated that at the last board meeting he went through the history of the OG&E case and one of the things that came up was that the Supreme Court had an order asking the Attorney General's Office if they were going to intervene in the case or not intervene. They had to supply that notice by March 1st of their intent to intervene or not. ODFA's last board meeting was March 1st and on or about 5:00 the AG did provide notice of non-intervention. So, there are no further holdups that Mr. Davis is aware of for the OG&E case. We are now just waiting on a judgment from the Supreme Court. The Supreme Court issued the same order on the stand alone case to the AG's Office to file notice of intervention or not intervening by March 15th. On March 15th, the AG provided notice to the court of non-intervention as well. ONG is case number one 12274 this board authorized the issuance of these bonds on March 1st. The Council Bond Oversight approved them on March 10th. Our bond counsel filed a validation petition with the Supreme Court on March 16th, and we have a referee hearing scheduled for April 13th at 10:00 for ONG. This will follow the same course as OG&E it is just a little behind it. PSO is case number 12275 again, the Board authorized issuance on March 1st. The Council of Bond Oversight approved on March 10th. ODFA filed a

validation petition on March 16th and that referee hearing is also scheduled for April 13th at 11:00. Then lastly, Summit, is case, number 12276, we authorized the issuance of bonds on March 1st and Council Bond Oversight approved on March 10th. ODFA filed a validation petition on March 16th and the referee hearing will be April 13th at 12:00.

Lastly Mr. Davis stated it is the time of year to engage with the third-party independent auditor, a full financial audit. His staff has reached out to HBC CPA Advisors. The audit has been done by HBC for a number of years; and the engagement letter has been reviewed. The fee will remain the same at \$14,900 and it has been this rate for four years. Mr. Davis added that this is not really an action item, but unless the board has any concerns or issues, it is his recommendation and intention to engage with them for the Fiscal Year 22 audit.

Mr. Davis stated that this concluded the President's Report. Chairman Condley made note that no formal action was taken during the President's report.

ADJOURNMENT

Chairman Condley asked if there were any announcements. Hearing none, he asked if there was a motion to adjourn. Mr. Cox made a motion to adjourn. Mr. Shipley seconded the motion. All members present voted AYE.

These minutes officially approved and adoption this ____ day of _____, 2022.

Chairman

SEAL

Assistant Secretary