

NOTICE OF PRELIMINARY ACCEPTANCE

**RELATING TO THE
INVITATION TO TENDER BONDS DATED JUNE 10, 2024**

made by the

**STATE BUILDING AUTHORITY
STATE OF MICHIGAN**

to the Bondowners of the

**STATE BUILDING AUTHORITY
STATE OF MICHIGAN**

**2020 Revenue Refunding Bonds,
Series II (Facilities Program)
(Federally Taxable)
(Base CUSIP 594615)**

of the maturities and corresponding CUSIPs listed on page (ii) of the Invitation for a cash price

The purpose of this Notice of Preliminary Acceptance dated June 25, 2024 (the “**Notice of Preliminary Acceptance**”) is to provide notice of the State Building Authority of the State of Michigan’s (the “**Authority’s**”) preliminary acceptance for purchase of certain Target Bonds.

Pursuant to the Invitation to Tender Bonds dated June 10, 2024 as supplemented by the Notice of Amendment and Pricing Notice dated June 14, 2024 (as it may be further amended or supplemented, including the cover page, inside cover pages and Appendices, the “**Invitation**”), the Authority invited Bondowners to tender Target Bonds for cash at the applicable purchase price (the “**Purchase Price**”) based on a fixed spread (“**Fixed Spread**”) to be added to the yields on certain benchmark United States Treasury Securities (“**Benchmark Treasury Securities**”), plus Accrued Interest on the Target Bonds tendered for purchase to but not including the Settlement Date. All terms used herein and not otherwise defined herein are defined in the Invitation.

The Invitation expired at 5:00 p.m., Eastern time, on June 24, 2024.

The principal amounts of Target Bonds of each CUSIP that the Authority is preliminarily accepting for purchase are set forth on Schedule 1 hereto. The Authority has set the Fixed Spreads for the Target Bonds of each CUSIP pursuant to the terms of the Notice of Amendment and Pricing Notice dated June 14, 2024.

The applicable Fixed Spread for a CUSIP, expressed as an interest rate percentage, will be added to the yield on the Benchmark Treasury Security (the “**Treasury Security Yield**”) corresponding thereto to arrive at a yield (each a “**Purchase Yield**”) used to calculate the Purchase Price for each maturity and corresponding CUSIP of the Target Bonds. The Treasury Security Yield on each Benchmark Treasury Security will be determined at approximately 10:00 a.m., Eastern time, on June 26, 2024, and the Notice of Purchase Prices will be provided on June 26, 2024, all in accordance with the Invitation.

On June 26, 2024, unless such date is extended by the Authority (the “**Final Acceptance Date**”), the Authority will announce its acceptance for purchase of the Target Bonds, if any, from among those Target Bonds of such CUSIP initially accepted for purchase as listed on Schedule 1 hereto. The Authority has no obligation to accept for purchase any tendered Target Bonds and the Authority’s obligation to pay for Target Bonds validly tendered (and not validly withdrawn) and accepted pursuant to the Tender Offer is subject to the terms and conditions of the Invitation including, *inter alia*, satisfaction or waiver of the Financing Conditions (as defined in the Invitation) on or prior to the Settlement Date.

Should the Authority determine to purchase some but not all of the tendered Target Bonds of a particular CUSIP, it will accept such Target Bonds tendered for purchase on a pro rata basis as described in the Invitation.

The Invitation, including the Preliminary Official Statement relating to the Authority’s 2024 Revenue and Revenue Refunding Bonds, Series II (Facilities Program), a portion of the proceeds of which will be used to

purchase the tendered Target Bonds, if such Target Bonds are purchased, and the Notice of Amendment and Pricing Notice dated June 14, 2024 are available: (i) at the Municipal Securities Rulemaking Board through its EMMA website, currently located at <http://emma.msrb.org>, using the CUSIP numbers for the Target Bonds, and (ii) on the website of the Information Agent and Tender Agent at <https://www.globic.com/sba>.

Any questions are to be directed to the Information Agent and Tender Agent at (212) 227-9622.

June 25, 2024

SCHEDULE 1

The table below provides a listing of the respective principal amount of the Target Bonds of each CUSIP that have been preliminarily accepted for purchase by the Authority.

CUSIP (Base 594615) ¹	Maturity Date (10/15)	Interest Rate	Outstanding Principal Amount	Maximum Principal Amount that May be Accepted for Purchase	Principal Amount Tendered for Purchase	Preliminary Principal Amount Accepted*
HS8	2025	0.916%	\$20,445,000	\$19,235,000	\$6,610,000	\$6,610,000
HT6	2026	1.116	20,510,000	19,290,000	12,155,000	12,155,000
HU3	2031	1.812	16,200,000	15,240,000	7,605,000	7,605,000
HV1	2032	1.912	11,090,000	10,425,000	7,090,000	7,090,000
HW9	2033	2.032	21,040,000	19,790,000	1,000,000	1,000,000
HX7	2034	2.132	40,995,000	38,565,000	60,000	60,000
HY5	2040	2.705	308,030,000	289,770,000	78,925,000	78,925,000
HZ2	2050	2.955	29,455,000	27,660,000	---	---
JAS	2055	3.085	34,065,000	31,995,000	195,000	195,000
Total			\$501,830,000	\$471,970,000	\$113,640,000	\$113,640,000

*Preliminary, subject to change.

¹ CUSIP is a registered trademark of American Banker's Association. CUSIP data herein is provided by CUSIP Global Services, managed on behalf of the American Bankers Association by FactSet Research Systems Inc. The CUSIP numbers are being provided solely for the convenience of the owners of the Target Bonds and the Authority is not responsible for the selection or correctness of the CUSIP numbers printed herein and does not make any representation with respect to such numbers or undertake any responsibility for their accuracy.