

California Debt Limit Allocation Committee

Jesse Unruh Building
Room 587
915 Capitol Mall
Sacramento, CA 95814
April 18, 2018
Meeting Minutes

OPEN SESSION

1. Call to Order and Roll Call

Vincent P. Brown, Chairperson, called the California Debt Limit Allocation Committee (CDLAC) meeting to order at 1:30 p.m.

Members Present: Vincent P. Brown for John Chiang, State Treasurer
Jacqueline Wong-Hernandez for Edmund G. Brown Jr., Governor
Alan LoFaso for Betty T. Yee, State Controller

Advisory Members Present: Carr Kunze for the California Housing Finance Agency (CalHFA)
Lisa Bates for the Department of Housing and Community
Development (HCD)

2. Executive Director's Report (Informational Item)

Laura Whittall-Scherfee reported that this meeting was requested so that staff could consider Exempt Facility projects. There is one (1) request for an Exempt Facility project for consideration by the Board. There is also one (1) request for a Waiver of the Performance Deposit Forfeiture to be considered.

Ms. Whittall-Scherfee further reported that the next meeting would be on May 16th and all of CDLAC's reservation pools would be considered at that meeting. Currently, there are four (4) pools that have applications under consideration totaling 26 projects for an approximate amount of \$543,000,000.

Ms. Whittall-Scherfee stated that there would be no closed door session today.

Mr. LoFaso asked if the deadline for submitting June applications had passed and if staff knew how many applications would be presented at the June meeting.

Ms. Whittall-Scherfee replied that the submittal deadline is Friday, April 20th and that no applications had been received to date; however, much can happen in two (2) days.

Mr. LoFaso thanked her.

3. Consideration of a Request for a Waiver of the Forfeiture of Performance Deposit for a Qualified Residential Rental Project (QRRP) (Action Item)

Jordon Downs Phase 1B Apartments 17-383

Shirley Hom reported that there was one (1) project, Jordan Downs Phase 1B, requesting a 90-day extension and Waiver of the Forfeiture of Performance Deposit. Based on the reasons given which met both of the requirements, unforeseen and outside of the sponsor's control, staff recommended approval of the waiver.

RECOMMENDATION:

Staff recommended that the Committee waive the Forfeiture of the Performance Deposit given that the circumstances were unforeseen and outside of the control of the Project Sponsor and the development team.

Jacqueline Wong-Hernandez moved approval of the waiver. Upon a second by Alan LoFaso, the waiver passed 3-0 with the following votes: Jacqueline Wong-Hernandez: Aye; Alan LoFaso: Aye; Vincent P. Brown: Aye.

4. Consideration of Appeals and Applications for an Allocation of the State Ceiling on Qualified Private Activity Bonds for an Exempt Facility Program and Award of Allocation (Action Item)

a. Consideration of appeals*

Ruben Barcelo reported that there were no appeals.

b. Consideration of applications – See Exhibit A for a list of Applications**

Mr. Barcelo reported that the California Pollution Control Financing Authority (CPCFA) had requested an allocation in the amount of \$4,085,000 for the Amador Valley Industries, LLC project.

Ms. Whittall-Scherfee asked the reason for CPCFA's request for a revision to the Resolution.

Mr. Barcelo stated that there was a last-minute update to page one of the staff report that specifically called staff's attention to the fact that some of the equipment that would be purchased with the bond proceeds would be located in the City of Dublin and in other sections of Alameda County.

Ms. Whittall-Scherfee stated that staff requested Board approval.

Mr. Brown asked if the applicant was present.

Ms. Whittall-Scherfee replied no.

Ms. Wong-Hernandez stated that the applicant was not at the CPCFA meeting either.

Mr. Brown stated that this process was a little different than the way the California Health Facilities Financing Authority (CHFFA) and California Educational Facilities Authority (CEFA) meetings were held.

Ms. Whittall-Scherfee stated that the applicant is CPCFA and staff is in the audience today.

Ms. Whittall-Scherfee stated that the only time the applicant comes to the table is when there are very specific questions that CDLAC staff cannot answer; then the Board would need to hear from the applicant.

Mr. Brown asked if there were any questions.

Ms. Wong-Hernandez and Mr. LoFaso stated that they did not have any questions.

RECOMMENDATION:

Staff recommended approval of one (1) Exempt Facility request in the amount of \$4,085,000 for the Amador Valley Industries, LLC project.

Alan LoFaso moved approval of staff’s recommendation. Upon a second by Jacqueline Wong-Hernandez, the motion passed 3-0 with the following votes: Alan LoFaso: Aye; Jacqueline Wong-Hernandez: Aye; Vincent P. Brown: Aye.

18-004	RB	California Pollution Control Financing Authority	Amador Valley Industries, LLC	Pleasanton	Alameda	\$4,085,000
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5. CLOSED SESSION: Litigation (Government Code Section 11126(e)(2)(c)) - Discussion with Legal Counsel Regarding Litigation (San Regis, LLC v. City of Los Angeles, et al., Los Angeles County Superior Ct. Case No. BC637630)

There was no closed door session.

6. Public Comment

There was no public comment.

7. Adjournment

The Chairperson adjourned the meeting at 1:47 p.m.