#### MINUTES

# CALIFORNIA EDUCATIONAL FACILITIES AUTHORITY ("CEFA") 5th Floor Conference Room 915 Capitol Mall, Room 587 Sacramento, California 95814

## Monday, April 27, 2015

#### 10:30 AM

Deputy Treasurer Vince Brown, serving as Chairperson, called the CEFA meeting to order at 10:30 a.m.

## CEFA Roll Call

Members Present:	Vince Brown for John Chiang, State Treasurer, Chairperson Lynn E. Paquin for Betty T. Yee, State Controller, Vice-Chairperson Eraina Ortega for Michael Cohen, Director, Department of Finance William McGinnis
Member Absent:	Stacy Lewis Daher
Staff Present:	Ronald L. Washington, Executive Director

Chairperson Brown declared a quorum present.

# Approval of the Minutes from January 29, 2015 California Educational Facilities Authority Board Meeting.

Chairperson Brown asked for public comment. There was none.

<u>Board Action</u> Motion to approve the minutes from the January 29, 2015 CEFA meeting.

MOTION:	Member Ortega	SECONDED:	Member McGinnis		
AYES:Members McGinnis, Ortega, Paquin, Brown					
NOES:	None				
ABSTAIN:None					
RECUSE:None					

MOTION ADOPTED

## **CEFA's Executive Director's Report**

Mr. Washington presented the Executive Director's report as of January 31, 2015, February 28, 2015, and March 31, 2015 that reflected total and outstanding debt and program balances and noted that the top ten borrowers remained relatively unchanged.

Mr. Washington stated that the Student Loan program was closed as of June 30, 2014. He reported that \$5,781,362 was transferred to California Student Aid Commission (CSAC), leaving a fund balance of \$17,000 to cover the final audit and pro-rata charges.

Mr. Washington also reported on the College Access Tax Credit Fund. He stated that at the end of the taxable year 2014, approximately \$3.7 million, 60% of the contributions received, was transferred to the General Fund. The remaining balance of approximately \$2.4 million, less expenses by participating parties, will be transferred to CSAC and used towards the Cal Grant program. Mr. Washington stated

that the Authority was scheduled to start receiving applications for taxable year 2015 in March, however, that date has been changed to July 1, 2015 due to lack of appropriation of funds to administer the program.

Mr. Washington presented the Delegation of Powers report regarding the Pooled College and University Projects, 1993 Series B Bonds. He stated that in March 2015, Societe Generale, the Investment Bank, notified the Authority that the bonds of the remaining participant in the 1993 Series B Pool, Humphreys College, were being redeemed and requested the Authority and the Trustee (Bank of New York Mellon Trust Company, N.A.) terminate the Investment Agreement. In consultation with STO Legal Counsel, who confirmed that the action fell within the Executive Director's delegated authority under Resolution No. 2014-03, the Executive Director executed a Termination Notice on March 17, 2015.

#### Item # 4

# California College of the Arts Resolution No. 2015-03

Tyler Bui, staff analyst, stated that the California College of the Arts (the "College") was seeking Authority approval of the First Supplemental Loan Agreements in connection with the CEFA Series 2001 and Series 2012 bonds (the "Bonds") to add projects to the authorized project lists. Mr. Bui reported the Bonds were used to refinance the costs of acquisition and renovation of an educational facility of the College. The College intended to sell the financed facility, and, to preserve the tax-exempt status of the interest on the Bonds, needed to utilize the proceeds of the sale to finance alternative qualifying projects. The College requested that the Authority amend the Series 2001 Loan Agreement and Series 2012 Loan Agreement to provide for the application of the proceeds of the sale to the alternative qualifying projects.

Chairman Brown asked for public comment. There was none.

#### Board Action

Motion to adopt Resolution No. 2015-03 approving the First Supplemental Loan Agreements in connection with the Bonds, subject to all prior provisions and conditions remaining unchanged and in full effect.

MOTION: Member Ortega SECONDED: Member Paquin AYES:.....Members McGinnis, Ortega, Paquin, Brown NOES:.....None ABSTAIN:.....None RECUSE:.....None

MOTION ADOPTED

Agenda Item #5, 6, 7Other Business/Public Comment/AdjournmentChairperson Brown asked for public comment.<br/>meeting was adjourned at 10:47a.m.Hearing none and with no additional business, the

Respectfully submitted,

Ronald L. Washington Executive Director

# ONDED: Member F