#### **MINUTES**

## CALIFORNIA EDUCATIONAL FACILITIES AUTHORITY ("CEFA")

5th Floor Conference Room 915 Capitol Mall, Room 587 Sacramento, California 95814

#### Thursday, October 29, 2015

#### 1:30 PM

Deputy Treasurer Vincent P. Brown, serving as Chairperson, called the CEFA meeting to order at 1:30p.m.

## **CEFA Roll Call**

Members Present: Vincent P. Brown for John Chiang, State Treasurer, Chairperson

Alan LoFaso for Betty T. Yee, State Controller, Vice-Chairperson Eraina Ortega for Michael Cohen, Director, Department of Finance

Stacy Lewis Daher William G. McGinnis

Staff Present: Ronald L. Washington, Executive Director

Chairperson Brown declared a quorum present.

# Approval of the Minutes from September 24, 2015 California Educational Facilities Authority Meeting.

Chairperson Brown asked for public comment. There was none.

## <u>Authority Action</u>

Motion to approve the minutes from the September 24, 2015 CEFA meeting.

MOTION: Member LoFaso SECONDED: Member Ortega

AYES:.....Members Ortega, LoFaso, Brown

NOES:....None

ABSTAIN:.....Members McGinnis, Lewis Daher

RECUSE:....None

MOTION ADOPTED

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

Mr. Washington presented the Executive Director's report as of September 30, 2015 that reflected total and outstanding debt and program balances and noted that the top ten borrowers remained unchanged.

Mr. Washington reported on College and University site visits to Saint Mary's College of California, Mills College, California College of the Arts, and Stanford University.

#### Item # 4

Tyler Bui, staff analyst, stated that Claremont McKenna College ("CMC") was seeking Authority approval to refund all or a portion of the CEFA Series 2007 and CEFA Series 2009 bonds through the issuance of tax exempt and/or taxable bonds. Mr. Bui reported the refunding of these bonds would provide CMC with a net present value savings of approximately \$13.3 million or 12% under current market conditions.

Representing Claremont McKenna College: Jim Floyd, Vice President and Chief Investment Officer. Also present: John Knox, Partner, Orrick, Herrington & Sutcliffe LLP, Bond Counsel; and Ian Prager, Director, Prager & Co., LLC, Underwriter.

Chairperson Brown asked for public comment. There was none.

#### Authority Action

Motion to adopt Resolution No. 306 in an amount not to exceed \$125,000,000 for Claremont McKenna College.

MOTION: Member McGinnis SECONDED: Member Ortega

AYES:.....Members McGinnis, Lewis Daher, Ortega, LoFaso, Brown

NOES:.....None ABSTAIN:.....None RECUSE:....None

MOTION ADOPTED

Occidental College Resolution No. 307

## Item # 5

Kenna Waddell, staff analyst, stated that Occidental College ("Occidental") was seeking Authority approval to refund all the CEFA Series 2005A and 2005B bonds and advance refund all or a portion of the CEFA Series 2008 bonds. Ms. Waddell reported the refunding of these bonds would provide Occidental with a net present value savings of approximately \$3.04 million or 9.60% under current market conditions. The bond proceeds will also be used to fund capital improvements and pay the cost of issuance for the Series 2015 bonds.

Representing Occidental College: Barbara Gillette Valiente, Controller. Also present: Marc Bauer, Orrick, Herrington & Sutcliffe LLP, Bond Counsel; and Doug Brown, Director, Wells Fargo Securities, Underwriter.

Chairperson Brown asked for public comment. There was none.

#### Authority Action

Motion to adopt Resolution No. 307 in an amount not to exceed \$40,000,000 for Occidental College.

MOTION: Member Ortega SECONDED: Member LoFaso

AYES:.....Members McGinnis, Lewis Daher, Ortega, LoFaso, Brown

NOES:.....None ABSTAIN:....None RECUSE:....None

MOTION ADOPTED

## Item # 6 Approval of the Tentative Meeting schedule for Calendar Year 2016

Mr. Washington stated that CEFA's regulations reflect that meetings of the Authority will be held on the fourth Thursday of each month unless otherwise ordered by the Authority. It has been the practice of the Authority to meet on the last Thursday of each month but because there are a few months each year that have five weeks, the Authority must vote on a tentative meeting schedule in order to accommodate the longer months.

Chairperson Brown asked for public comment. There was none.

## Authority Action

Motion to approve the Tentative Meeting Schedule for Calendar Year 2016.

MOTION: Member Ortega SECONDED: Member LoFaso

AYES:.....Members McGinnis, Lewis Daher, Ortega, LoFaso, Brown

NOES:.....None ABSTAIN:....None RECUSE:....None

MOTION ADOPTED

## Agenda Items #7, #8, #9

Other Business/Public Comment/Adjournment

Chairperson Brown asked for public comment. Hearing none and with no additional business, the meeting adjourned at 1:42p.m.

Respectfully submitted,

Ronald L. Washington Executive Director