#### **MINUTES**

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

#### Alternate Location for CEFA Teleconference Participation

# San Francisco Health Plan Service Center 7 Spring Street San Francisco, California 94104

# Public Participation Call-In Number (888) 240-3210 Participant Code: 5229033

Thursday, May 26, 2016

#### 1:30 PM

Deputy Treasurer Vincent P. Brown, serving as Chairperson, called the CEFA meeting to order at 1:33p.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 (Via Telephone)
	Eraina Ortega for Michael Cohen, Director, Department of Finance
	Stacy Lewis Daher (Via Telephone)
	William G. McGinnis

Staff Present: Ronald L. Washington, Executive Director

Chairperson Brown declared a quorum present.

#### Approval of the Minutes from February 25, 2016 CEFA Board Meeting.

Chairperson Brown asked for public comment. There was none.

<u>Authority Action</u> Motion to approve the minutes from the February 25, 2016 CEFA meeting

MOTION: Member Ortega SECONDED: Member McGinnis AYES:......Members McGinnis, Lewis Daher, Ortega, LoFaso, Brown NOES:.....None ABSTAIN:.....None RECUSE:.....None

# MOTION APPROVED

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

Mr. Washington presented the Executive Director's report as of February 29, 2016, March 31, 2016, and April 30, 2016 that reflected total and outstanding debt and program balances and noted that the top ten borrowers remained relatively unchanged.

Mr. Washington reported on staff's university site visits to Cal Lutheran University, Pepperdine University, Charles Drew University, the University of Southern California, Loyola Marymount University, and William Jessup University.

Mr. Washington presented the Delegation of Powers report regarding Saint Mary's College of California ("Saint Mary's"). He reported that in May 2016, Saint Mary's informed CEFA of its intent to modify the interest rate terms in the Third Amended and Restated Bond Indenture for the 2007 bonds. In consultation with the Attorney General's Office who confirmed that the action fell within the Executive Director's delegated authority under Resolution No. 2014-03, the CEFA Executive Director executed the Second Supplemental Indenture to the Third Amended and Restated Bond Indenture for Saint Mary's College of California on May 13, 2016.

#### Item # 4

# Election of the Vice Chairperson

Mr. Washington stated that the CEFA Statute, Section 94120(e) of the Education Code, requires an annual election of a Vice Chairperson.

Member Ortega nominated the State Controller for Vice Chairperson.

Chairperson Brown asked for public comment. There was none.

#### <u>Authority Action</u>

Motion to elect the State Controller as Vice Chairperson of CEFA.

MOTION: Member Ortega SECONDED: Member McGinnis AYES:.....Members McGinnis, Lewis Daher, Ortega, LoFaso, Brown NOES:.....None ABSTAIN:.....None RECUSE:.....None

# MOTION ADOPTED

At 1:41pm Member McGinnis recused himself from the meeting. He stated that he owned stock in Barclays Capital Inc. and U.S. Bank Corporate Trust Services, which could pose a potential conflict of interest for Items #5 and #6.

# The Board of Trustees of the Leland Stanford Junior University Item # 5 Third Amendment to and Reinstatement of Resolution No. 273 Kenna Waddell, staff analyst, stated that The Board of Trustees of the Leland Stanford Junior University ("Stanford") was seeking Authority approval to authorize a Third Amendment to and Reinstatement of

Resolution No. 273 (the "Resolution") as follows:

- Reinstate the Resolution to issue bonds through May 31, 2017;
- Increase the prior authorized amount from \$1,093,805,000, to \$1,300,000,000; and
- Amend the authorized project list to include additional projects identified in Exhibit A of Resolution No. 273.

Representing Stanford: Karen Kearney, Treasurer, and Eliot Alfi, Director, Debt Management. Also present: Marc Bauer, Senior Associate, Orrick, Herrington & Sutcliffe LLP, Bond Counsel.

Chairperson Brown asked for public comment. There was none.

# <u>Authority Action</u>

Motion to adopt the Third Amendment to and Reinstatement of Resolution No. 273 in an amount not to exceed \$1,300,000,000 (increased from prior approved amount of \$1,093,805,000) for The Board of Trustees of the Leland Stanford Junior University.

MOTION: Member Ortega SECONDED: Member Lewis Daher AYES:.....Members Lewis Daher, Ortega, LoFaso, Brown NOES:.....None ABSTAIN:.....None RECUSE:.....Member McGinnis

present: Marc Bauer, Senior Associate, Orrick, Herrington & Sutcliffe LLP, Bond Counsel.

### MOTION ADOPTED

# The Board of Trustees of the Leland Stanford Junior UniversityItem # 6Fourth Amendment to Resolution No. 255Ms. Waddell stated that The Board of Trustees of the Leland Stanford Junior University ("Stanford") was<br/>seeking Authority approval of a Fourth Amendment to Resolution No. 255 to amend the authorized project

list to include additional projects identified in Exhibit A of Resolution No. 255. Representing Stanford: Karen Kearney, Treasurer, and Eliot Alfi, Director, Debt Management. Also

Chairperson Brown asked for public comment. There was none.

#### <u>Authority Action</u>

Motion to adopt the Fourth Amendment to Resolution No. 255 to amend the authorized project list to include additional projects for The Board of Trustees of the Leland Stanford Junior University.

MOTION: Member Ortega SECONDED: Member LoFaso AYES:.....Members Lewis Daher, Ortega, LoFaso, Brown NOES:.....None ABSTAIN:.....None RECUSE:.....Member McGinnis

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

Chairperson Brown asked for public comment. Hearing none and with no additional business, the meeting was adjourned at 1:56 p.m.

Respectfully submitted,

Ronald L. Washington Executive Director