

MINUTES

**CALIFORNIA EDUCATIONAL FACILITIES AUTHORITY
MINUTES AUGUST 2, 2001 -1:30 P.M.
915 CAPITOL MALL, ROOM 587
SACRAMENTO, CA 95814**

The meeting was called to order at 1:30 p.m. by Jennifer DuCray-Morrill, Chair.

Present: Jennifer DuCray-Morrill for Philip Angelides, Chair
Cindi Aronberg for Kathleen Connell, Controller
Annette Porini for Timothy Gage, Director of Finance

Absent: Odile Disch-Bhadkamkar
Dr. John Cummins

Staff: Roberta Economidis, Executive Director
Terry Partington, Deputy Executive Director
Robert Kittredge, PriceWaterhouseCoopers
Connie LeLouis, Attorney General's Office

The Chair declared a quorum present.

The minutes from the California Educational Facilities Authority's June 28, 2001 meeting were approved as amended.

The Expenditure Report for CEFA/SLAF was presented as of June 30, 2001. The Executive Director reported the fund balance of \$6,977,435.74 for CEFA and \$6,005,774.57 for SLAF.

Item #4

Scripps College Final Resolution No. 191

Martha Maldonado stated that Scripps College was requesting \$12,500,000 in bond financing to renovate existing facilities, refinance a taxable short-term loan, reimburse prior expenditures, acquire land adjacent to the college and construct a recreational athletic facility and playing field. Representing Scripps College: Mr. James H. Manifold, VP for Business Affairs & Treasurer, Scripps College; Mr. Richard DeProspero, Principal, E.J. De La Rosa Co., Inc.; and Ms. Harriet Welch, Esq., Arter & Hadden.

Staff recommended the Authority approve a resolution in an amount not to exceed \$12,500,000 for Scripps College, subject to the bonds having at least a "A" rating by a nationally recognized rating agency and meeting the standard bond issuance provisions for "A" rated debt.

Cindy Aronberg moved for adoption of the Resolution and Annette Porini seconded it. Motion adopted 3 aye, 2 absent.

Item #5

State Treasurer's Interagency Agreement Information Item

Terry Partington stated that the Authority anticipates entering into an Interagency Agreement with the State Treasurer's Office (STO) to provide administrative services including accounting, budgeting, data processing, personnel and business services to the Authority for the fiscal year 2001/02. He stated that the 2001/02 contract will be in the amount of \$102,443 and that the new contract reflects a 14% decrease from the prior year.

Staff presented this as an informational item only. Resolution 1999-03 authorized the Executive Director of the Authority to enter into interagency agreements and contracts on behalf of the Authority without specific Authority approval for amounts not to exceed \$250,000.

Item #6

**Gilbert Accountancy Corporation Audit Contract
Information Item**

Terry Partington stated that the Authority anticipates entering into a three-year contract with Gilbert Accountancy Corporation to prepare audited financial statements relevant to the assets of the two program funds which exist within CEFA; The Educational Facilities Authority Fund (EFAF) and the Student Loan Authority Fund (SLAF) which is required by Section 94155 of the Education Code.

Because of the complexity of the Student Loan Programs and the extensive review of all components and parties to the various agreements, there has been a steep learning curve for the auditors. With the issuance of the second Cal Loan series and the enhancements incorporated into the program, it is critical to have prior experience for a timely completion of the audit. Because Gilbert Accountancy Corporation has the expertise from the prior three-year contract, they are a Certified Small Business and a certified DVBE firm, the Authority requested a three-year sole source approval from the Department of General Services, which was approved. Staff is currently in the process of preparing a three-year contract for the audit of fiscal years 00/01, 01/02, and 02/03 with Gilbert Accountancy Corporation, not to exceed a total amount of \$100,000.

Staff presented this as an informational item only. Resolution 1999-03 authorized the Executive Director of the Authority to enter into interagency agreements and contracts on behalf of the Authority without specific Authority approval for amounts not to exceed \$250,000.

There being no Public Comment, the meeting was adjourned at 1:40 PM.

Respectfully submitted by,


Roberta Economidis
Executive Director