

MINUTES

CALIFORNIA EDUCATIONAL FACILITIES AUTHORITY
JUNE 28, 2007 – 1:30 P.M.
915 CAPITOL MALL, ROOM 587
SACRAMENTO, CA 95814

Alternate Location for Teleconference Participation

Office of Board of Trustees
Los Angeles Community College District
770 Wilshire Boulevard, First Floor
Los Angeles, CA 90017
(213) 891-2046

Deputy State Treasurer Patricia Wynne, serving as chair, called the meeting to order at 1:30 p.m.

Roll Call

Members Present: Patricia Wynne for Bill Lockyer, State Treasurer, Chair
Michael Carter for John Chiang, State Controller, Vice Chair
Anne Sheehan for Michael C. Genest, Director, Department of Finance
Sylvia Scott-Hayes via teleconference

Members Absent: Michael L. Jackson

Staff Present: Jose Gomez, Executive Director
Charles Fitzpatrick, Operations Manager

The Chair declared a quorum present.

Approval of Minutes

The minutes from the California Educational Facilities Authority's (CEFA) May 31, 2007 meeting were approved as submitted with 3 ayes, 1 abstain (Sylvia Scott-Hayes). Anne Sheehan moved for approval of the minutes, Michael Carter seconded it.

Executive Director's Report

The Executive Director's Report was presented for the month of May 2007. Jose Gomez reported that, as of May 31, 2007, CEFA had approximately \$3.653 billion in bonds outstanding with total bonds issued at just over \$7.366 billion. Mr. Gomez stated that bond activity during May included the closing of the equipment financing for Saint Mary's College on May 8th for \$2.485 million, the University of Southern California financing which closed on May 24th for \$263.395 million, and Claremont McKenna College which closed on May 28th for \$40.425 million. Mr. Gomez reported that there was no bond activity for the Student Loan Program and that \$34.535 million in bonds remained outstanding.

Mr. Gomez reported the fund balances as of May 31, 2007. The CEFA fund balance was \$5,603,229, reflecting expenditures of approximately \$100,010 and income earnings of \$10,750. Mr. Gomez reported that the fund balance for the Student Loan Program Fund remained at \$7,067,013.

Mr. Gomez reported that staff was working on streamlining the CEFA application and that the Board Members would receive a copy of the new application. Anne Sheehan requested a copy of the current application.

Item #4

**University of the Pacific
Resolution No. 2007-03**

Yassar Dahbour stated that CEFA held a regular meeting on May 31, 2007 approving Resolution E-7 for the University of the Pacific, which authorized the lease financing of equipment. Subsequently, the Attorney General's Office, in its capacity as issuer's counsel for the Authority, brought forth the legal question of whether a quorum had been established at the meeting. Mr. Dahbour stated that the Attorney General's Office had not been able to provide an unqualified opinion regarding the validity of Resolution E-7, and without this opinion, the University of the Pacific was unable to complete the equipment financing transaction. Representing the University: Mr. Larry Brehm, Associate Vice President for Business & Finance, and Mr. Bayani Jol Manilay, Associate Director for Investments, both from the University of the Pacific.

Staff recommended the Authority approve Resolution No. 2007-03 to Ratify Resolution No. E-7, authorizing the Lease Financing of Equipment for the University of the Pacific.

Anne Sheehan moved for adoption of the Resolution and Sylvia Scott-Hayes seconded the motion. The motion was adopted with a 4-0 vote.

There being no public comment, the meeting was adjourned at 1:45 p.m.

Respectfully submitted by,

Jose A. Gomez
Executive Director