

**CALIFORNIA EDUCATIONAL
FACILITIES AUTHORITY (CEFA)**

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

Thursday, July 10, 2008

1:30 PM

Deputy State Treasurer Patricia Wynne, serving as chair, called the meeting to order at 1:40 p.m.

Roll Call

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

Member Absent: Michael Jackson

Staff Present: Barbara J. Liebert, Executive Director
Ronald Washington, Deputy Executive Director

The Chair declared a quorum present.

Item #4

**Saint Mary's College of California
Resolution No. 257**

Martha Maldonado of staff introduced Mr. Peter Michell, Vice President for Finance, Saint Mary's College; Mr. Casey Dove, Associate, Underwriter, Banc of America Securities LLC; and, Mr. John Knox, Esq., Bond Counsel, Orrick, Herrington & Sutcliffe.

Barbara Liebert stated that Saint Mary's College of California (College) is requesting to convert their bonds from auction rate to variable rate and staff needs to amend the bond documents to allow them to apply additional securities for the benefit of bondholders in the form of a Bank of America, N.A. direct pay letter of credit. The MBIA insurance policy will remain and will also continue to support the Bonds. Staff is recommending approval of the transaction.

Mr. Michell thanked the Authority and Staff for the opportunity to be able to adjust the bond documents to convert the auction rate to a variable rate to lower the interest rate.

Patricia Wynne asked what the interests were and what would they adjust to.

Mr. Michell stated that by converting the bonds, the interest rate would go from 5-6 percent down to 2-3 percent, which averages between a \$100,000 to \$200,000 a month savings for the College.

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

No public comment, Michael Genest moved for adjournment, and it was seconded by Sylvia Scott-Hayes. The motion was adopted with a 4-0 vote. The meeting was adjourned at 1:45 p.m.

Respectfully submitted by,

Barbara Liebert
Executive Director