

## MINUTES

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

**Thursday, October 30, 2014**

**1:30 PM**

Deputy Treasurer Michael Paparian, serving as Chairperson, called the CEFA meeting to order at 1:31p.m.

### **CEFA Roll Call**

Members Present: Michael Paparian for Bill Lockyer, State Treasurer, Chairperson  
Alan Gordon for John Chiang, State Controller, Vice-Chairperson  
Eraina L. Ortega for Michael Cohen, Director, Department of Finance  
Stacy Lewis Daher  
William McGinnis

Staff Present: Ronald L. Washington, Acting Executive Director  
Rosalind Brewer, Deputy Executive Director

Chairperson Paparian declared a quorum present.

The minutes from the CEFA July 9, 2014 were approved. Mr. Gordon moved for approval of the minutes; Ms. Ortega seconded it. Motion adopted 5-0.

### **CEFA’s Executive Director’s Report**

Mr. Washington presented the Executive Director’s report as of June 30, 2014, July 31, 2014, August 31, 2014, and September 30, 2014 that reflected total and outstanding debt and program balances and noted that the top ten borrowers remained relatively unchanged.

Mr. Washington presented the Delegation of Powers regarding California Lutheran University (“Cal Lutheran”). He stated Cal Lutheran notified the Authority in August 2014 of its intention to obtain a loan (the “2014 Loan”) to advance refund its CEFA Pool Series 1999B and CEFA Series 2004C bonds. The 2014 Loan would be considered parity debt with Cal Lutheran’s outstanding CEFA Series 2008 bonds. Cal Lutheran requested CEFA execute a Consent of the Authority in connection with the advanced refunding of the CEFA Pool 1999B and CEFA Series 2004C bonds. In consultation with STO staff legal counsel who confirmed that actions fell within the Executive Director’s delegated authority under Resolution No. 2013-01, CEFA’s Acting Executive Director executed the Consent of the Authority on August 8, 2014.

Mr. Washington presented the Delegation of Powers regarding Stanford University. He stated, in September 2014, Stanford University requested CEFA execute a Fourth Supplement to the Tax Agreement in connection with the issuance of a tranche of Tax-Exempt Commercial Paper. In consultation with the Attorney General's Office, CEFA's Acting Executive Director executed the Fourth Supplement to the Tax Agreement for Stanford University on September 4, 2014.

**Charles R. Drew University of Medicine and Science**

**Item # 4**

**Resolution No. 298**

Mr. Washington stated Charles R. Drew University of Medicine and Science requested it be removed from the agenda. This item will appear on the December 4, 2014 agenda.

**Item # 5**

**Election of the Vice Chairperson**

Ms. Brewer stated the CEFA Statute requires an annual election of a vice chairperson. Ms. Brewer also noted that historically, the State Controller has served as the vice chairperson.

Staff recommended the Authority nominate and elect a vice chairperson.

Mr. McGinnis nominated the State Controller and moved for approval of the Vice Chairperson. Ms. Ortega seconded it. Motion adopted 5-0.

**Item # 6**

**Approval of the Tentative Meeting Schedule for Calendar Year 2015**

Ms. Brewer stated CEFA's regulations provide that meetings of the Authority would be held on the fourth Thursday of each month unless otherwise ordered by the Authority. Ms. Brewer mentioned that it had been the practice of the Authority to meet on the last Thursday of each month. Because there are a few months each year that have five weeks, the Authority voted on a tentative meeting schedule to accommodate the longer months.

Staff recommended the Authority approve the Tentative Meeting Schedule for Calendar Year 2015.

Mr. Gordon moved for adoption of the Tentative Meeting Schedule and Ms. Lewis Daher seconded it. Motion adopted 5-0.

**College Access Tax Credit Program**

**Item # 7**

**Resolution No. 2014-02**

Mr. Washington stated Senate Bill 798 (De Leon), the College Access Tax Credit Act (the "Act"), was signed into law by Governor Brown on September 16, 2014, with an urgency clause. The Act authorized a tax credit, for taxable years beginning on or after January 1, 2014, and before January 1, 2017, based on the taxpayer's contribution to the newly established College Access Tax Credit Fund (the "Fund"). Mr. Washington reported this Act authorized the Authority to administer the College Access Tax Credit allowing personal and corporate taxpayers, with receipt of the Authority's certification, to receive a tax credit for a specified percentage of cash contributions made to the Fund from January 1, 2014 to December 31, 2016. Mr. Washington stated the maximum aggregate amount of credit that could be allocated and certified by CEFA for any calendar year was \$500 million in addition to any amount of previously unallocated and uncertified credits and would be allocated on a first come, first serve basis. Mr. Washington reported CEFA drafted College Access Tax Credit Allocation and Certification Regulations for Authority approval.

Representing California Franchise Tax Board: Sheryl Brandon, Program Specialist and Gail Hall, Legislative Services Bureau Director

Staff recommended the Authority approve Resolution No. 2014-02 authorizing the College Access Tax Credit Allocation and Certification Regulations.

Ms. Ortega moved for adoption of the Resolution and Mr. Gordon seconded it. Motion adopted 5-0.

With no other business or public comment, the CEFA meeting was adjourned at 1:57p.m.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'RW', with a stylized flourish extending to the right.

Ronald L. Washington  
Acting Executive Director