

MINUTES

**California Industrial Development
Financing Advisory Commission
915 Capitol Mall, Room 587
Sacramento, California
March 20, 2007**

1. CALL TO ORDER & ROLL CALL

Bettina Redway, Acting Chair, called the California Industrial Development Financing Advisory Commission (CIDFAC) meeting to order at 10:34 a.m.

Members Present: Bettina Redway for Chairman Bill Lockyer, State Treasurer
Tom Sheehy for Michael C. Genest, Director, Department of Finance
Cindy Aronberg for John Chiang, State Controller
Preston DuFauchard, California Corporations Commissioner,
Department of Corporations
Stanton Hazelroth for Dale Bonner, Agency Secretary,
Business, Transportation and Housing Agency

Staff Present: Tom Dresslar, Executive Director
Eileen Marxen, Deputy Executive Director

Quorum: The Chair declared a quorum

2. APPROVAL OF FEBRUARY 6, 2007 MEETING MINUTES

Ms. Redway asked if there were any additions, corrections, or deletions to the February 6, 2007 meeting minutes. Mr. DuFauchard noted that staff distributed an amendment to the minutes. Mr. Sheehy moved approval of the minutes as amended; upon a second, the motion was unanimously approved.

3. EXECUTIVE DIRECTOR'S REPORT

Mr. Dresslar opened with the Executive Director's report noting four Industrial Development Bond (IDB) Program projects on the March agenda totaling \$32,800,000. The projects combined will create approximately 178 new jobs in California. CDLAC has allocated \$60,000,000 to the IDB Program and \$8,000,000 to the Small Business Program (SBP).

Mr. Dresslar further stated that Treasurer Lockyer has instituted a new policy of posting on the STO website staff reports and meeting minutes and agendas for the Authorities and Commissions that the Treasurer chairs.

4. BUSINESS ITEMS

A. APPROVAL OF 2007 MEETING CALENDAR

The Chair asked the Board Members and the audience if there were any questions or public comments. There were none.

Mr. Sheehly motioned to approve the item; upon a second, the motion was unanimously approved.

B. REQUEST TO APPROVE INITIAL AND FINAL RESOLUTIONS FOR TAX-EXEMPT (TE) BONDS

- 1) Staff introduced Lawrence Tonomura, Bank of America, and Jeff Thompson, Executive Vice President and Chief Operating Officer of Edelbrock.

On behalf of Edelbrock Permanent Mold, LLC and/or its affiliates, the California Municipal Finance Authority (CMFA) requested approval of Initial and Final Resolution No. 07-0004 for an amount not to exceed \$7,500,000 in tax-exempt bonds. Edelbrock is a specialty performance automotive and motorcycle after-market manufacturer. Bond proceeds will be used to develop and construct a new facility capable of producing an expanded and enhanced product line. Proceeds also will be used to acquire and install processing equipment at the new facility. The new facility will be constructed adjacent to the Company's sand cast foundry located in the City of San Jacinto on land previously purchased by the Company. (Presented by – Janet Haynes.)

Ms. Redway asked the Board Members and the audience if there were any questions or public comments. There were none.

Ms. Aronberg motioned to approve the item; upon a second, the motion was approved. Mr. DuFauchard abstained his vote.

- 2) Staff introduced Frank Wernette, Company representative, and Dan Bronfman, Growth Capital.

On behalf of Tri Tool, Incorporated and/or a related entity, the California Enterprise Development Authority (CEDA) requested approval of Initial and Final Resolution No. 07-0002 for an amount up to \$10,00,000 in tax-exempt bonds and \$2,000,000 of taxable bonds. . The Company designs and manufactures precision portable machine tools, heavy-duty pipeline machinery and provides on-site machining services and equipment rental for a wide variety of industries. Bond proceeds will be used for the acquisition of land and an existing building, and the acquisition and installation of new production equipment, including computer controlled milling, cutting, and machining equipment. The Company currently is leasing a facility on Security Park Drive located in the City of Rancho Cordova. 1) Will relocate to; and 2) Letter of support and acknowledgement. (Presented by – Janet Haynes.)

Ms. Redway asked the Board Members and the audience if there were any questions or public comments. There were none.

Ms. Aronberg motioned to approve the item; upon a second, the motion was unanimously approved.

- 3) Staff introduced Walt Vennemeyer, Progressive Capital, and Wilt Maroon, Company representative.

On behalf of Caravan Trading Company and its successors and assigns, the Alameda County Industrial Development Authority requested approval of the Initial and Final Resolution No. 07-0003 and tax-exempt bond allocation approval for an amount up to \$3,300,000. Bond proceeds will be used to purchase new, additional manufacturing machines and equipment, which will expand the production capabilities of the Company's bakery operations. (Presented by – Michael Smith.)

Mr. DuFauchard motioned to approve the item; upon a second, the motion was unanimously approved.

- 4) Staff introduced Derek Yokley, Director of Operational Excellence for the Company and Terrance Murphy, California Statewide Communities Development Authority (CSCDA).

On behalf of Western Milling Quality Feeds, LLC and/or its affiliates, the CSCDA requested approval of the Initial and Final Resolution No. 07-0005 in tax-exempt bonds. Bond proceeds will be used to reimburse the Company's cost to construct a state-of-the-art grain rolling facility, a commodity barn, and a rail spur, which allows the Company to bring 100 car unit trains from the Union Pacific main line. The main function of the Famoso facility is to receive commodity shipments of corn and dried feed and to deliver feed products to the dairies and other businesses generally within a 90-mile radius. (Presented by – Janet Haynes.)

Ms. Redway asked if the Board Members had any questions or comments.

Mr. Sheehy asked if the Company currently delivers their product mainly to Kern County and whether the new rail spur would allow new customers and markets outside the 90-mile radius.

Mr. Yokley replied that the 90-mile radius is an economic consideration based upon transportation costs.

Ms. Redway asked the Board Members and the public if there were any further comments, questions, or concerns.

Mr. DuFauchard motioned to approve the item; upon a second, the motion was unanimously approved.

The meeting was adjourned at 10:56 A.M.

Respectfully submitted,

Tom Dresslar
Executive Director