

MINUTES

**California Pollution Control Financing Authority
915 Capitol Mall, Room 587
Sacramento, California
September 22, 2010**

1. CALL TO ORDER & ROLL CALL

Bettina Redway, Chairperson, called the California Pollution Control Financing Authority (CPCFA or Authority) meeting to order at 10:33 a.m.

Members Present: Bettina Redway for Bill Lockyer, State Treasurer
Cindy Aronberg for John Chiang, State Controller
Cynthia Bryant for Ana J. Matosantos, Department of Finance

Staff Present: Michael Paparian, Executive Director
Sherri Kay Wahl, Deputy Executive Director

Quorum: The Chairperson declared a quorum

2. MINUTES

Ms. Redway asked if there were any questions or comments concerning the August 25, 2010 meeting minutes. There were none.

Ms. Redway asked if there was a motion.

Ms. Bryant moved approval of the minutes; upon a second, the minutes were unanimously approved.

3. EXECUTIVE DIRECTOR'S REPORT (INFORMATION ITEM)

Mr. Paparian started by saying that Sherri Kay Wahl's promotion to the position of Deputy Executive Director of CPCFA, left a vacancy in the Manager II position she previously held.

Mr. Paparian announced that Patricia Tanous (Pattie) has been promoted into the Manager II position. Pattie has been the Bond Program Manager for the past few years. She will be putting her Masters of Business Administration Degree to good use in this new position as she oversees the Bond, California Recycle Underutilized Sites (CALReUSE), California Capital Access (CalCAP) and Sustainable Community Grant and Loan (SCGL) Programs.

The process to hire a new Bond Program Manager will begin soon.

Mr. Paparian reported on the prospects for an infusion of Federal money into the CalCAP program. In mid-September the U.S. Senate passed legislation authorizing funds for State Capital Access Programs. The House is expected to review the issue in October. Staff is working with representatives of the Business, Transportation and Housing (BTH) Agency on developing a joint request for the funds when they become available, as well as making plans for a rapid ramp-up in the CalCAP Program.

Mr. Paparian continued to report that in the CALReUSE Remediation Program, staff has been working with applicants who have not yet been able to move their projects forward because of the economic downturn and other factors. Staff has asked the 13 remaining applicants to sign their Prop. 1C grant or loan agreements by mid-October, or provide a compelling reason why they have not been able to do so.

4. BUSINESS ITEMS

A. AMENDMENT TO MODIFY INFILL GRANT AWARD UNDER THE CALReUSE REMEDIATION PROGRAM (PROP 1C)

1) Rockwood Christie, LLC

Presented by: Diana Michaelson, Analyst

Staff requested approval to re-direct or transfer an Infill Grant award of \$5,000,000 from TMG Partners to Rockwood Christie, LLC for the 64th and Christie Project. The new applicant also requested approval of an amendment to the Infill Development Project description.

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

Ms. Redway asked if there was a motion.

Ms. Aronberg moved approval of the item; upon a second, the item was unanimously approved.

B. REQUEST TO APPROVE AMENDMENT AND REINSTATEMENT OF INITIAL RESOLUTION REFLECTING OFFICIAL INTENT TO ISSUE REVENUE BONDS

1) CalAg, LLC , CalPlant I, LLC

Presented by: Doreen Smith, Analyst

Staff requested approval of a reinstatement and amendment to Initial Resolution number 00-06 for an amount not to exceed \$175,300,000 to finance a facility to utilize waste rice straw to manufacture medium density fiberboard.

Ms. Redway asked if there were any questions or comments from the Board or public.

Ms. Aronberg stated that she remembers the project from many years ago and is pleased to see that it is back. She remembers it as being one of the first green projects at CPCFA.

Ms. Redway added that this is the project's third attempt, and that hopefully the third time is the charm.

Mr. Paparian introduced the principals of the project: Jerry Uhland, President of CalAg, LLC and Margo Kairoff, financial consultant from Capital Strategies, LLC.

Ms. Redway asked if there were any further comments from the Board, or the public. There were none.

Ms. Redway asked if there was a motion.

Ms. Aronberg moved approval of the item; upon a second, the item was unanimously approved.

C. REQUEST TO APPROVE A FINAL AND REFUNDING RESOLUTION AUTHORIZING THE REFUNDING OF REVENUE BONDS AND THE ISSUANCE OF REVENUE BONDS AND TO APPROVE TAX-EXEMPT BOND VOLUME CAP ALLOCATION

1) Arakelian Enterprises, Inc. dba Athens Services

Presented by: Doreen Smith, Analyst

Staff introduced Tony Cone of Westhoff, Cone and Holmstedt.

Staff requested approval of a Final Resolution to issue revenue bonds for an amount not to exceed \$60,565,000 and an Allocation Resolution in an amount not to exceed \$40,000,000 to:

- refund the CPCFA's Variable Rate Demand Solid Waste Disposal Revenue Bonds (Athens Services Project) Series 2006A of which \$20,565,000 remains outstanding
- finance the expansion and improvement of its material recovery facilities in the City of Industry, Los Angeles and Victorville, the purchase and development of corporate yard sites in the City of Industry and Irwindale, equipment replacement, and the acquisition of trucks and containers, and
- pay certain costs of issuance.

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

Ms. Redway asked if there was a motion.

Agenda Item 2.

Ms. Bryant moved approval of the item; upon a second, the item was unanimously approved.

5. PUBLIC COMMENT

Ms. Redway asked if there were any comments from the public. There were none.

6. ADJOURNMENT

There being no further business, public comments, or concerns, the meeting adjourned at 10:42 a.m.

Respectfully submitted,

Michael Paparian
Executive Director