

MINUTES

**CALIFORNIA EDUCATIONAL FACILITIES AUTHORITY
MINUTES APRIL 26, 2001 -1:30 P.M.
915 CAPITOL MALL, ROOM 587
SACRAMENTO, CA 95814**

The meeting was called to order at 1:44 p.m. by Barbara Lloyd, Chair.

Present: Barbara Lloyd for Philip Angelides, Treasurer, Chair
 Cindi Aronberg for Kathleen Connell, Controller
 Annette Porini for Timothy Gage, Director of Finance
 Odile Disch-Bhadkamkar
 Dr. John Cummins

Staff: Robertta Economidis, Executive Director
 Terry Partington, Deputy Executive Director
 Robert Kittredge, PriceWaterhouseCoopers
 Mimi Budd, Senior Staff Counsel

The Chair asked for Item 5 to be moved to the top of the Agenda.

Item #5

**Appointment of the Executive Director
Special Resolution No. 2001-01**

Barbara Lloyd stated that this Resolution would approve Robertta Economidis to serve as Executive Director of the Authority and designate her with the appropriate powers and authority necessary to conduct the business of the Authority.

Annette Porini moved for adoption of the Resolution and Dr. Cummins seconded it. Motion adopted 5 aye.

The minutes from the California Educational Facilities Authority's March 29, 2001 meeting were approved as submitted.

The Expenditure Report for CEFA/SLAF was presented as of March 31, 2001. Robertta Economidis reported the fund balance of \$6,939,974.28 for CEFA and \$7,108,345.41 for SLAF.

Item #3

**Loyola Marymount University
Final Resolution No. 186**

Evelyn Gorman stated that Loyola Marymount University was requesting \$115,000,000 in bond financing to advance refund portions of the University's 1994, 1996, and 1999 CEFA bond issues. Remaining funds will be used for the construction of new projects, renovations of existing facilities, and purchase and install technology equipment and software in facilities. Representing Loyola Marymount University: Mr. John Oester, Vice President for Business & Finance, Loyola Marymount University; Mr. Richard Chisholm, Managing Director, Banc of America Securities, LLC; and Ms. Georgiana Rosenkranz, Bond Counsel, Orrick, Herrington & Sutcliffe.

Staff recommended the Authority approve a resolution in an amount not to exceed \$115,000,000 for Loyola Marymount University, subject to the bonds having at least an "A" rating by a nationally recognized rating agency and meeting the standard bond issuance guidelines for "A" rated debt.

Dr. Cummins moved for adoption of the Resolution and Odile Disch-Bhadkamkar seconded it. Motion adopted 5 aye.

Item #4

**Cal Loan Program Reissuance
Amended Final Resolution No. 184**

Mary Bates introduced the Program Administrator, Ms. Martha Peterson, Chief Financial Officer, California Alternative Loan Marketing Association; and the Program Underwriters, Mr. Fredric Prager, Managing Director and Mr. Remy Hathaway, Associate, Prager, McCarthy & Sealy. Mary stated that staff was seeking approval to issue up to \$45 million in bond proceeds for the Cal Loan program and lend up to \$1.1 million to the program from the Student Loan Program Fund reserves. Of the total bond issue, approximately \$5 million will current refund repaid principal and unused proceeds from the 1997 issue.

Mary Bates stated that staff recommended current refunding the unused 1997 bond proceeds and repaid principal in order to fully capture the benefits of the anticipated interest rate savings and proposed program enhancements of the new Cal Loan bond issue. Delaying issuance of the new bonds until loan proceeds from the 1997 bonds are spent would result in unmet demands for the Fall of 2001 by its existing participants. Additionally, if the new bonds are issued with a lower interest rate prior to exhausting loan proceeds from the 1997 bonds, the programs would compete against one another.

Staff recommended approval of the Amended Resolution authorizing staff to issue \$45 million in new bonds, which includes \$5 million to current refund the balance of the loan fund and repaid principal from the 1997 bond issue, subject to the program obtaining bond insurance, and a commitment for a loan from Student Loan Authority reserves not to exceed \$1.1 million.

Annette Porini moved for adoption of the Resolution and Dr. Cummins seconded it. Motion adopted 5 aye.

There being no further business, the meeting was adjourned at 2:00 p.m.

Respectfully submitted by,

Roberta Economidis
Roberta Economidis
Executive Director