

MINUTES

**CALIFORNIA EDUCATIONAL FACILITIES AUTHORITY
MINUTES OCTOBER 31, 2002-1:30 P.M.
915 CAPITOL MALL, ROOM 587
SACRAMENTO, CA 95814**

The meeting was called to order at 1:35 p.m. by Anne Stausboll, Chair.

Present: Anne Stausboll for Philip Angelides, Chair
Cindi Aronberg for Kathleen Connell, Controller
Annette Porini for Timothy Gage, Director of Finance

Staff: Jennifer DuCray-Morrill, Executive Director
Terry Partington, Deputy Executive Director

The Chair declared a quorum present.

The minutes from the California Educational Facilities Authority's August 29, 2002 meeting were approved as submitted.

The Expenditure Reports for CEFA/SLAF were presented for the months of July, August and September. Jennifer DuCray-Morrill reported the fund balance as of September 30, 2002 of \$6,987,254.66 for CEFA and \$6,364,316.76 for SLAF. She also presented the Authority's Quarterly Comprehensive Debt List Summary, Borrowers with \$50,000,000 or More Outstanding CEFA Debt as of September 30, 2002 totaling \$1,949,614,724.

Item #4

**Resolution Authorizing the Execution of a Contract
to Provide Financial Advisory/Analytical Services
Final Resolution No. 2002-05**

Terry Partington stated that this Resolution would authorize the execution of a contract with a qualified Financial Advisor/Analyst to assist the Authority on a variety of issues relating to proposed and existing financings, including the review of new applications for both bond issues and internal loan programs; and to analyze and report to the Authority the results of financial statements of existing borrowers.

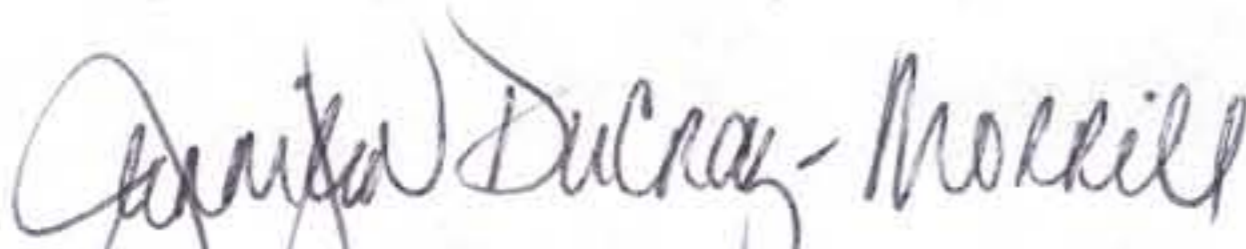
Terry Partington reported that Staff prepared a Request for Proposal (RFP) that was released on August 16, 2002, including advertisement in the California State Contracts Register. The RFP was posted on the Authority website and mailed to ten firms with the required expertise and might be interested in submitting bids. He reported that staff also held a bidder's conference to give potential bidders the opportunity to ask specific questions regarding the proposed services or procedures. The Authority received only two proposals by the due date of October 11, 2002; one of which did not meet the minimum qualifications and was disqualified.

Originally, this contract was to be for a one-year period with two possible extensions of one year each, with a maximum contract amount of \$350,000. Because of the low response in bids, the Authority requested approval of the Resolution, as amended, to allow staff to enter into a one-year contract with PricewaterhouseCoopers LLP (the winning bid) with a maximum contract amount of \$150,000. The Authority would then solicit comments from non-responsive firms to the current RFP and rebid the RFP next year in hopes of obtaining more responses.

Cindi Aronberg moved for adoption of the Resolution and Annette Porini seconded it. Motion adopted with a 3-0 vote.

There being no public comment, the meeting was adjourned.

Respectfully submitted by,



Jennifer DuCray-Morrill
Executive Director