

MINUTES

**CALIFORNIA EDUCATIONAL FACILITIES AUTHORITY
MINUTES MAY 31, 2007 – 1:30 P.M.
915 CAPITOL MALL, ROOM 587
SACRAMENTO, CA 95814**

Alternate Location for Teleconference Participation

Office of Board of Trustees
Los Angeles Community College District
770 Wilshire Boulevard, First Floor
Los Angeles, CA 90017
(213) 891-2046

Deputy State Treasurer Patricia Wynne, serving as chair, called the meeting to order at 1:30 p.m.

Roll Call

Members Present: Patricia Wynne for Bill Lockyer, State Treasurer, Chair
Cindy Aronberg for John Chiang, State Controller, Vice Chair via teleconference
Jeannie Oropeza for Michael C. Genest, Director, Department of Finance

Members Absent: Sylvia Scott-Hayes
Michael L. Jackson

Staff Present: Jose Gomez, Executive Director
Ronald Washington, Deputy Executive Director

The Chair declared a quorum present.

Approval of Minutes

The minutes from the California Educational Facilities Authority's (CEFA) April 26, 2007 meeting were approved as submitted with a 3-0 vote. Jeannie Oropeza moved for approval of the minutes, Cindy Aronberg seconded it.

Executive Director's Report

The Executive Director's Report for CEFA/SLAF was presented for the month of April 2007. Jose Gomez reported that as of April 30, 2007, CEFA had approximately \$3.5 billion in bonds outstanding with total bonds issued at just over \$7 billion. He stated that there had been no bond activity during April and the totals presented did not include financings approved at the April Board Meeting. Mr. Gomez stated that bond activity during May included the closing of the equipment financing for Saint Mary's College on May 8th for \$2.485 million, the University of Southern California financing which closed on May 24th for \$263.395 million, and Claremont McKenna College which closed on May 28th for \$40.425 million. He stated that Stanford University priced the first of three Series of bonds on May 22nd and that it will close in June. Mr. Gomez stated that these financings would be reflected in the June Executive Director's Report.

Jose Gomez reported the Authority's fund balances as of April 30, 2007. The CEFA fund balance was \$5,692,489, reflecting expenditures of approximately \$13,000 and income earnings of \$108,650. He stated that, to date, the student loan fund had issued a total of \$265.4 million in bonds, with \$34.5 million

in bonds outstanding. Bond activity for April included a partial redemption of the CalEdge Program, Series 1998 of \$870,000, and as of April 30, 2007, the Student Loan Fund balance was \$7,067,013, reflecting an increase in revenue of \$88,850, due primarily to SMIF interest.

Item #4

**University of the Pacific
Resolution No. E-7**

Yassar Dahbour stated that the University of the Pacific was requesting \$5,000,000 to acquire and install telecommunications, audiovisual, wireless networking, dental sterilization, security, and other equipment. Representing the University: Mr. Larry Brehm, Associate Vice President for Business & Finance, and Mr. Bayani Jol Manilay, Associate Director for Investments, both from the University of the Pacific; and, Mr. Bill Morton, President, Municipal Finance Corporation, Placement Agent.

Staff recommended the Authority approve Resolution No. E-7 in an amount not to exceed \$5,000,000 for an equipment financing for the University of the Pacific with a term of 10 years.

Mr. Brehm stated that the financing was for a variety of equipment needs at all three campuses, ranging from a central sterilization concept for the School of Dentistry as well as upgrading the security and wireless programs at all three campuses.

Jeannie Oropeza asked how old was the equipment that the University was replacing.

Mr. Brehm stated that almost all of the equipment would be new. He stated that the parking lots will have surveillance cameras installed for additional security, the Stockton campus, which has a card swipe device for faculty, will be extended to include acquiring and installing a card swipe device for the Sacramento campus as well as the School of Dentistry in San Francisco. He further stated that the centralized sterilization facility was a brand new concept in dental hygiene practice.

Jeannie Oropeza asked about the telephone and wireless equipment.

Mr. Brehm stated that the University would be replacing the present telephone system.

Jeannie Oropeza moved for adoption of the Resolution and Cindy Aronberg seconded the motion. The motion was adopted with a 3-0 vote.

Item #5

Election of Vice-Chairperson

Jose Gomez stated that the Authority Act requires an election of vice chairperson on or after April 30 of each year. At the June 29, 2006 Authority meeting, the State Controller was elected. Staff recommended the Board nominate and elect a vice-chairperson.

Patricia Wynne nominated the Controller for the vice-chairperson and Jeannie Oropeza seconded it. Motion adopted with a 3-0 vote.

There being no public comment, the meeting was adjourned.

Respectfully submitted by,

Jose Gomez
Executive Director