

MINUTES

CALIFORNIA EDUCATIONAL FACILITIES AUTHORITY (CEFA)

5th Floor Conference Room
915 Capitol Mall, Room 587
Sacramento, California 95814

THIS MEETING WAS HELD JOINTLY WITH THE CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY (CHFFA)

Thursday, August 27, 2009

1:30 PM

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

CEFA Roll Call

Members Present: Patricia Wynne for Bill Lockyer, State Treasurer, Chair
Ruth Holton-Hodson for John Chiang, State Controller, Vice-Chairperson
Tom Sheehy for Michael C. Genest, Director, Department of Finance
Sylvia Scott Hayes
Michael Jackson

Staff Present: Barbara J. Liebert, Executive Director
Ronald Washington, Deputy Executive Director

The Chair declared a quorum present.

Deputy State Treasurer Patricia Wynne, serving as chair, called the CHFFA meeting to order at 1:35 p.m.

Approval of CEFA Minutes

The minutes from the California Educational Facilities Authority's (CEFA) July 30, 2009 meeting were approved. Tom Sheehy moved for approval of the minutes; Sylvia Scott-Hayes seconded the motion. The motion was adopted with a 5-0 vote.

Approval of CHFFA Minutes

The minutes from the California Health Facilities Financing Authority's (CHFFA) July 30, 2009 meeting were approved.

Barbara Liebert introduced Ronald Washington as the new Executive Director elect for CEFA and asked him to give the Executive Director's report for CEFA.

CEFA's Executive Director's Report

Ronald Washington reported that as of June 30, 2009, CEFA had issued bonds totaling approximately \$9,188,458,538 and currently had approximately \$4,447,596,054 in bonds outstanding. Mr. Washington reported that the bond issuance report will be updated after the audit was complete and presented to the Board at the next meeting. Mr. Washington stated that this is a routine audit required annually by statute. Mr. Washington reported that as of July 31, 2009, the CEFA fund balance was \$4,723,114.83, reflecting income of \$1,000.00, expenditures of \$23,836.12, and accrual adjustments of \$56,674.83. Mr. Washington

reported on CEFA's outstanding resolutions and said the list reflects resolutions that were authorized by the Board and that the bonds for these issues have been partially issued or not issued at all.

Tom Sheehy suggested that staff look at the budget information and disclose it in a way that is more useful and meaningful to the Board Members.

Ronald Washington responded that staff would rework the information and reflect it in a way so that it is more meaningful and would then seek input from the Board Members on the revisions.

CHFFA's Executive Director's Report

Ms. Liebert reported CHFFA's Executive Director's report and items of interest to the CHFFA Board.

Ms. Liebert also updated both CEFA and CHFFA on the two working groups reporting that staff has continued to meet with at least 20 different constituent members looking at both CEFA and CHFFA's bond documents and guidelines. Ms. Liebert stated that the working groups are making progress and hope to bring something before the CEFA and CHFFA Boards within the next couple of months.

Item #7

Resolution of the California Educational Facilities Authority Confirming Appointment of the Executive Director Resolution No. 2009-04

Ms. Liebert stated that Ronald L. Washington has been nominated to serve as the Executive Director for CEFA. If approved by the Board, this resolution will confirm the nomination and appointment of Ronald L. Washington to serve as the Executive Director of CEFA.

Sylvia Scott-Hayes moved for adoption of the Resolution and Tom Sheehy seconded the motion. The motion was adopted with a 5-0 vote.

Item #8

Conflict of Interest Presentation by the the Attorney General's Office

Ted Prim and Erin Peth from the Attorney General's office made a presentation regarding Government Code section 1090 and its application to each of the board members and staff of both CEFA and CHFFA. Following the presentation, there was a question and answer period to address concerns or issues generated by the discussion.

Patricia Wynne congratulated Ronald Washington as the new Executive Director of CEFA and asked him to say a few words to the Board.

Ronald Washington thanked Barbara Liebert for her help and leadership and said he has enjoyed working with her. Mr. Washington said he was looking forward to working with the CEFA Board and thanked them for the opportunity.

With no public comment for CEFA, the CEFA meeting was adjourned at 2:45 p.m.