MINUTES

CALIFORNIA EDUCATIONAL FACILITIES AUTHORITY

(CEFA or AUTHORITY) 915 Capitol Mall, Room 587 Sacramento, California 95814 July 30, 2020 – 1:30 P.M.

In light of the COVID-19 pandemic and in accordance with the requirements of Executive Order N-25-20 to provide social distancing at state body meetings, CHFFA provided Authority members, participants, and members of the public the opportunity to participate in this meeting via teleconference.

Public Participation Call-In Number: (877) 810-9415 and Access Code: 6535126

OPEN SESSION

Treasurer Fiona Ma, Chair, called the meeting to order at 1:34 P.M.

The Secretary announced to the public joining in by phone the instructions for being heard. The Chair went on to mention social distancing measures being taken for the meeting.

Item #1 Roll Call

Members Present: Fiona Ma, CPA, State Treasurer, Chair

Jacqueline Wong-Hernandez for Betty T. Yee, State Controller, Vice-Chair Gayle Miller for Keely Martin Bosler, Director, Department of Finance

William McGinnis

Staff Present: Frank Moore, Acting Executive Director

Carolyn Aboubechara, Deputy Executive Director

Chair Ma declared a quorum present.

Item #2 Approval of the Minutes from the December 5, 2019 Meeting (Action Item)

Chair Ma asked if there were any changes, questions or public comment; there were none.

Authority Action

Motion to approve the minutes from the December 5, 2019 meeting.

MOTION: Member Miller SECONDED: Member McGinnis

AYES: Members McGinnis, Miller, Wong-Hernandez, Ma

NOES: None ABSTAIN: None RECUSE: None

MOTION APPROVED.

CEFA Fund Balances and Comprehensive Debt List Summaries

Mr. Moore reported the total and outstanding debt and fund balances as of May 31, 2020 and the Comprehensive Debt List Summary as of May 31, 2020.

Tax-Exempt Bond Delegation of Powers Monthly Update

Mr. Moore presented the Delegation of Powers report regarding Claremont McKenna College (CMC), Series 2007, Series 2011, and Series 2012 bonds. Mr. Moore reported that in December 2019, CMC provided notice to CEFA of its intent to defease the bonds and requested CEFA execute U.S. Treasury State and Local Government Series (SLGS) securities Authorization Letters, Escrow Agreements, and Certificates to Discharge the Indentures, in connection with the defeasances. Mr. Moore executed the documents on December 18, 2019.

Mr. Moore presented the Delegation of Powers report regarding Pepperdine University (Pepperdine), Series 2012 and Series 2014 bonds. Mr. Moore reported that in January 2020, Pepperdine provided notice to CEFA of its intent to defease the bonds and requested CEFA execute Escrow Agreements and Certificates to Discharge the Indentures, in connection with the defeasances. Mr. Moore executed the documents on January 23, 2020.

Mr. Moore presented the Delegation of Powers report regarding University of Southern California (USC), Series 2009C, Series 2012A, and Series 2015A bonds. Mr. Moore reported that in January 2020, USC provided notice to CEFA of its intent to defease the bonds and requested CEFA execute the Acknowledgments of the Refunding Escrow Deposit Agreement, in connection with the defeasances. Mr. Moore executed the documents on February 12, 2020.

Mr. Moore presented the Delegation of Powers report regarding Mills College (Mills), Series 1987 and Series 1992 bonds. Mr. Moore reported that in February 2020, Mills provided notice to CEFA of its desire to release the deeds of trust related to the bonds and requested CEFA execute the Substitutions of Trustee and Deeds of Full Reconveyance, in connection with the releases. Mr. Moore executed the documents on February 21, 2020.

Mr. Moore presented the Delegation of Powers report regarding Harvey Mudd College (HMC), Series 2011 bonds. Mr. Moore reported that in March 2020, HMC provided notice to CEFA of its intent to defease the bonds and requested CEFA execute a SLGS securities Authorization Letter, Escrow Agreement, and Certificate to Discharge the Indenture, in connection with the defeasance. Mr. Moore executed the documents on March 18, 2020.

Mr. Moore presented the Delegation of Powers report regarding Carnegie Institution of Washington (Carnegie), Series 2010 bonds. Mr. Moore reported that in May 2020, Carnegie provided notice to CEFA of its intent to redeem the bonds and requested CEFA execute a Notice of Redemption to the Trustee, in connection with the redemption. Mr. Moore executed the document on June, 2, 2020.

Mr. Moore presented the Delegation of Powers report regarding Claremont Graduate University (CGU), Series 2016A, Series 2016B, and Series 2016C bonds. Mr. Moore reported that in June 2020, CGU provided notice to CEFA of its intent to redeem the bonds and requested CEFA execute the First Amendment to Bond Trust Indenture and the Instruction Letter to the Trustee in connection with the redemption. Mr. Moore executed the documents on June 22, 2020.

Mr. Moore presented the Delegation of Powers report regarding Stanford University (Stanford), Tax-Exempt Commercial Paper Program (TECP). Mr. Moore reported that in June 2020, Stanford informed CEFA of its intent to issue two new tranches of TECP, each in an amount of \$10 million, and requested CEFA execute two Note Orders, a Seventh Supplement to the Tax Agreement, and the corresponding IRS Form 8038 for the TECP issuance. Mr. Moore executed the documents at the end of June 2020.

Contract Delegation of Powers Monthly Update

Mr. Moore presented the Contract Delegation of Powers report regarding contracts with TAP International, Inc.; KNN Public Finance LLC; PFM Financial Advisors LLC; State Treasurer's Office, Public Finance Division; and the Interagency Agreement with the State Treasurer's Office.

Additionally, Mr. Moore reported that the COVID-19 Task Force met on July 22, 2020. The Task Force included representatives from the State Treasurer's Office, the Attorney General's Office, Cal- Mortgage, bond counsel firms, underwriters, financial advisors, and associations of health and higher education. Mr. Moore gave an overview of the Task Force discussions regarding different types of programs that would assist borrowers dealing with the impact of the COVID-19 pandemic.

Chair Ma asked if there were any questions or public comment; there were none.

<u>Item #4</u> <u>Election of Vice Chairperson (Action Item)</u>

Ms. Aboubechara stated that the Authority is required by Education Code Section 94120(e) to elect from among its members a Vice Chairperson on or after April 30 of each year.

Member Miller nominated the State Controller for Vice Chairperson.

Chair Ma asked if there were any questions or public comment; there were none.

Authority Action

Motion to elect the State Controller as Vice Chairperson of the Authority.

MOTION: Member Miller SECONDED: Member: McGinnis

AYES: Members McGinnis, Miller, Ma

NOES:.....None

ABSTAIN: Member Wong-Hernandez

RECUSE:..... None

MOTION APPROVED.

Chair Ma asked if there were any questions or public comment; there were none.

Agenda Items #5 and #6 Public Comment and Adjournment

Chair Ma asked for public comment. Hearing none, the meeting adjourned at 1:44 P.M.