

## MINUTES

**California Pollution Control Financing Authority  
915 Capitol Mall, Room 587  
Sacramento, California  
May 20, 2014**

### 1. CALL TO ORDER & ROLL CALL

Michael Paparian, Chairperson, called the California Pollution Control Financing Authority (CPCFA or Authority) meeting to order at 10:34 a.m.

Members Present: Michael Paparian for Bill Lockyer, State Treasurer  
Alan Gordon for John Chiang, State Controller  
Eraina Ortega for Michael Cohen, Director of Finance

Staff Present: Reneé Webster-Hawkins, Executive Director  
Sherri Kay Wahl, Deputy Executive Director

Quorum: The Chairperson declared a quorum

### 2. MINUTES

Mr. Paparian asked if there were any questions or comments concerning the meeting minutes from the meeting held April 15, 2014. There were none.

Mr. Gordon moved approval of the minutes; upon a second, the minutes were unanimously approved.

### 3. EXECUTIVE DIRECTOR'S REPORT

Ms. Webster-Hawkins expressed excitement regarding the accomplishments and direction of the Authority in the last year. Business in both the Bond Program and the Loan Loss Reserve Program has picked up dramatically. In Calendar Year 2013, the Board approved \$161 million in Initial Resolutions for pollution control projects, and adopted final resolutions for \$103 million in solid waste disposal projects. She explained that because loan enrollments in both the Loan Loss Reserve Program and the new Collateral Support Program accelerated dramatically in the latter part of the year, the Authority received the second tranche of \$27,000,000 of federal funds in December 2013.

Ms. Webster-Hawkins stated that today's application for initial resolution from Recology reflects a "new normal" in the Authority's Bond Program where the solid waste projects include anaerobic digesters and other advanced technologies designed to create fuels and other productive outputs from conventional waste streams.

She continued that the small business financing program in California continues to set itself apart from the rest of the nation in its suitability for micro-lending. CPCFA staff members recently returned from the annual State Small Business Credit Initiative (SSBCI) conference in Washington D.C. where the following facts highlighted the success of the Authority's programs: 5 of the top 10 SSBCI lenders nationwide by loan volume made loans in California, Opportunity Fund earning the top spot with 2,470 loans enrolled totaling \$23,600,000 through December 2013; of the 1,506 California Capital Access Program (CalCAP) loans made in 2013 to California small businesses, half were made in areas of high unemployment; and the Collateral Support Program successfully launched with 27 loans enrolled averaging \$1,200,000 each.

Ms. Webster-Hawkins stated that the success of California's SSBCI program was further demonstrated by the fact that CPCFA staff were invited to speak on two panels, highlighting best practices in the CalCAP program and in reporting. She also reported that to date, CPCFA has enrolled loans in support of 290 new mobile food trucks in California. When including new or expanding catering businesses, she explained that the total increases to 365.

Ms. Webster-Hawkins reported on several staff transitions that had taken place in the Authority. She offered her well wishes to Staff Services Analyst Ian Davis, who left a limited term position for a permanent analyst position in the California Schools Financing Authority. She expressed her congratulations to the previously limited term analysts who were offered permanent positions: Tom Dear, Romer Cristobal, and Melissa Winchester; as well as to the newly appointed Office Technician, LeAndre Henry.

Ms. Webster-Hawkins then reported on actions taken under her delegated authority. On April 15, 2014, she approved a notice of conversion for Waste Management's Bond Series 2002C as well as a reappointment of the Bank of America Merrill Lynch as remarketing agent for Series 2001A and 2003A. In addition, Waste Management requested approval to appoint Bank of America Merrill Lynch as remarketing agent for Series 1998A and 2002C, and Ms. Webster-Hawkins approved that request on May 12, 2014.

#### **4. BUSINESS ITEMS**

##### **A. REQUEST TO APPROVE INITIAL RESOLUTION REFLECTING OFFICIAL INTENT TO ISSUE REVENUE BONDS**

###### **Recology, Inc.**

Presented by: Andrea Gonzalez, Staff Services Analyst

Staff introduced John Wang of Orrick, Herrington & Sutcliffe and Andrew Alexander of Bank of America Merrill Lynch.

Staff requested approval of an Initial Resolution for an amount not to exceed \$100,000,000 to finance the acquisition of real property, and the acquisition, installation, construction and development of an anaerobic digester, solid waste disposal equipment, collection and street cleaning vehicles, and rolling stock.

Staff recommended approval of Initial Resolution number 14-02 for Recology, Inc. and/or its affiliates for an amount not to exceed \$100,000,000.

Discussion followed concerning the company's renaming from NorCal Waste to Recology, Inc.

Ms. Ortega moved approval of the item; there was a second.

Mr. Paparian asked if there were any questions or comments from public. There were none.

The item was unanimously approved.

**5. PUBLIC COMMENT**

Mr. Paparian asked if there were any general comments from the public. There were none.

**6. ADJOURNMENT**

There being no further business, public comments, or concerns, the meeting adjourned at 10:42 a.m.

**Respectfully submitted,**

*Originally Signed By*

Reneé Webster-Hawkins  
Executive Director