

MINUTES

**California Pollution Control Financing Authority
915 Capitol Mall, Room 587
Sacramento, California
April 21, 2015**

1. CALL TO ORDER & ROLL CALL

Alan Gordon, Chairperson, called the California Pollution Control Financing Authority (CPCFA or Authority) meeting to order at 10:44 a.m.

Members Present: Alan Gordon for John Chiang, State Treasurer
Anne Baker for Betty T. Yee, State Controller
Eraina Ortega for Michael Cohen, Director of Finance

Staff Present: Reneé Webster-Hawkins, Executive Director

Quorum: The Chairperson declared a quorum

2. MINUTES

Mr. Gordon asked if there were any questions or comments concerning the meeting minutes from the meeting held March 15, 2015. There were none.

Ms. Baker moved approval of the minutes; there was a second.

The item was passed by the following vote:

Alan Gordon for the State Treasurer	Aye
Anne Baker for the State Controller	Aye
Eraina Ortega for the Director of Finance	Aye

3. EXECUTIVE DIRECTOR'S REPORT

Ms. Webster-Hawkins briefed the Board members about two program items. The first item was Assembly Bill 1393 (AB 1393). The Bill made its way through the legislature and was being carried by Assembly Member Burke. AB 1393 would allow CPCFA, under the California Capital Access Program's (CalCAP) Loan Loss Reserve Program for small business, to provide support to private consumers' loans. Additionally, the Bill would also specify that under CPCFA's general authority for financing assistance, CPCFA could also adopt alternative financing programs. CPCFA appeared before the Assembly Banking Committee, and the Bill has moved on to the Jobs Committee. Ms. Webster-Hawkins stated that there is currently no opposition.

Ms. Webster-Hawkins then reported that CPCFA also is applying to a solicitation issued by the Air Resources Board (ARB). Last year, ARB was directed by the legislature to make

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many of their greenhouse gas production programs and funding available in more diverse ways in California, specifically to disadvantaged communities. One of ARB's mini pilot programs, launched in Spring 2015, was a solicitation for light duty financing assistance in disadvantaged communities. The goal of this pilot program would be to provide financing assistance that would make cleaner burning automobiles or light duty vehicles available for consumers who live in disadvantaged communities. ARB called for a variety of forms of financing assistance and one of them was a loan loss reserve program. Ms. Webster-Hawkins explained that ARB's solicitation period was opened last week and it has a rapid application period. She stated that CPCFA would be applying by April 30, 2015 and will be proposing a program model based on the small business lending program for which the Authority currently has statutory authority. Assuming AB 1393 is passed, she explained that staff would propose converting that program into a program that supports private consumer loans.

Ms. Webster-Hawkins exercised her delegated authority once in the last month for the Bond Program on behalf of Waste Management, Inc. The company requested to appoint Bank of America Merrill Lynch as the remarketing agent for Series 2003A Bonds. She approved that request on April 10, 2015.

4. BUSINESS ITEMS

A. REQUEST TO APPROVE FINAL RESOLUTION AUTHORIZING THE ISSUANCE OF REVENUE NOTES AND APPROVE TAX-EXEMPT VOLUME CAP ALLOCATION

Presented by: Deanna Hamelin, Associate Treasury Program Officer

Item 4.A. was removed from the Agenda prior to the Board Meeting.

B. CONSIDERATION AND APPROVAL OF AMENDMENT TO REGULATIONS PERTAINING TO THE SMALL BUSINESS ASSISTANCE FUND (SBAF) FEES FOR THE BOND PROGRAM

Presented by: Andrea Gonzalez, Associate Treasury Program Officer

Staff requested Board approval to begin the emergency rulemaking process and file regulations to amend Section (e) and adopt Section (f) to § 8035 of the California Pollution Control Financing Authority regulations pertaining to a temporary suspension of the Small Business Assistance Fund (SBAF) fees for large businesses that pay into SBAF. Currently, the fee waiver expires on June 30, 2015.

Staff recommended extending the SBAF fee waiver to June 30, 2016, and then waiving half of the fee from July 1, 2016 to December 31, 2016. Upon approval, staff would file the regulations with the Office of Administrative Law (OAL).

Staff recommended adoption of a resolution to amend regulations concerning a temporary waiver of SBAF fees for the Bond Program and to authorize staff to undertake emergency and regular rulemaking proceedings and other actions related to CPCFA Bond Program regulation revisions.

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Mr. Gordon asked if there were any questions or comments from the Board or public. There were none.

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

The item was passed by the following vote:

Alan Gordon for the State Treasurer	Aye
Anne Baker for the State Controller	Aye
Eraina Ortega for the Director of Finance	Aye

5. PUBLIC COMMENT

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

6. CLOSED SESSION

The closed session began at 10:50 a.m. and ended at 11:32 a.m.

Mr. Gordon reported that the Board met in closed session to discuss a potential matter of private litigation, and that the Executive Director has been authorized to make a settlement.

He also stated that the Board agreed to a follow-up meeting, scheduled for May 1, 2015 at 1:00 p.m. in a location to be determined.

7. ADJOURNMENT

There being no further business, public comments, or concerns, the meeting adjourned at 11:33 a.m.

Respectfully submitted,

Originally Signed By

Reneé Webster-Hawkins
Executive Director