

MINUTES

**California Pollution Control Financing Authority
915 Capitol Mall, Room 587
Sacramento, California
November 13, 2018**

1. CALL TO ORDER & ROLL CALL

Steve Juarez, Chairperson, called the California Pollution Control Financing Authority (CPCFA or Authority) meeting to order at 10:32 a.m.

Members Present: Jacqueline Wong-Hernandez for Keely Martin Bosler, Director of Finance
Alan LoFaso for Betty T. Yee, State Controller
Steve Juarez for John Chiang, State Treasurer

Staff Present: Reneé Webster-Hawkins Executive Director

Quorum: The Chairperson declared a quorum

2. MINUTES

Mr. Juarez asked if there were any questions or comments concerning the meeting minutes from the meeting held October 17, 2018. There were none.

Ms. Wong-Hernandez moved approval of the minutes; upon a second, the minutes were unanimously approved.

The item was passed by the following vote:

Jacqueline Wong-Hernandez for the Director of Finance	Aye
Alan LoFaso for the State Controller	Aye
Steve Juarez for the State Treasurer	Aye

3. EXECUTIVE DIRECTOR'S REPORT

Ms. Miller presented the following items to the Board:

- Pursuant to AB 1547, the Authority filed new regulations for the CalCAP EVCS and Seismic Safety programs on November 9, 2018 with the Office of Administrative Law. CalCAP ADA regulations were already approved.
- The Authority began briefing the Treasurer-Elect, Ms. Fiona Ma, on CPCFA programs as well as opportunities for improved outreach for the programs.

Agenda Item 2.

- The Authority was able to extend the California Capital Access Loan Program (CalCAP) for Small Business and Collateral Support Severely Affected Communities designation for the areas of California which have been affected by the recent wildfires. The Severely Affected Communities designation has been extended for the counties of Butte, Los Angeles, and Ventura until November of 2019.
- There is a high probability that the CPCFA Board meeting on December 12, 2018 will be cancelled.
- The Executive Director had no items to report for use of her delegated authority.

Ms. Miller then concluded her report.

Mr. Juarez thanked Ms. Miller for her report.

Mr. Juarez asked if there were any questions or comments. There were none.

Mr. Juarez asked if there were any public comments. There were none.

BUSINESS ITEMS

A. REQUEST TO APPROVE FINAL RESOLUTION AUTHORIZING THE ISSUANCE OF TAX-EXEMPT AND TAXABLE REVENUE GREEN BONDS

Presented by: Kris Luoma, Staff Services Analyst

Staff introduced Mark Holmstedt of Westhoff, Cone and Holmstedt on behalf of the borrower.

North Fork Community Power, LLC and/or its affiliates requested approval of a Final Resolution for an amount not to exceed \$14,205,000 comprised of \$9,305,000 in tax-exempt bonds and \$4,900,000 in taxable bonds to finance the construction of a forestry residue fueled biomass power plant in North Fork.

North Fork engaged Edgar & Associates, Inc. to analyze whether the Project meets the Green Bond Principles of the International Capital Market Association in connection with this financing. Edgar & Associates, Inc. delivered its final report on November 2, 2018, opining that the project meets such criteria for GBP and State of California environmental goals and policies.

North Fork applied to the California Debt Limit Allocation Committee, application number 18-025, for Allocation at its December 12, 2018 Board Meeting for an amount not to exceed \$9,305,000.

Agenda Item 2.

Staff recommended approval of Final Resolution No. 18-01-585 for an amount not to exceed \$14,205,000, which is comprised of \$9,305,000 in tax-exempt bonds and \$4,900,000 in taxable bonds, for North Fork Community Power, LLC and/or its affiliates.

Mr. Juarez asked if this resolution was the first Green Bond resolution presented by CPCFA.

Mr. Holmstedt informed the Chair that this was the third Green Bond resolution from CPCFA.

Mr. Juarez thanked Mr. Holmstedt for the answer.

Mr. Juarez then asked about how the biochar created by the process will be used.

Mr. Holmstedt informed the Chair of the biochar's uses and benefits for soil.

Mr. Juarez thanked Mr. Holmstedt.

Ms. Wong-Hernandez motioned for approval. There was a second.

The item was passed by the following vote:

Jacqueline Wong-Hernandez for the Director of Finance	Aye
Alan LoFaso for the State Controller	Aye
Steve Juarez for the State Treasurer	Aye

B. REQUEST FOR APPROVAL OF AN INTERAGENCY AGREEMENT WITH THE STATE TREASURER'S OFFICE FOR SUPPORT PROVIDED BY THE STATE TREASURER'S EXECUTIVE OFFICE, ADMINISTRATION DIVISION, AND INFORMATION SYSTEMS

Presented by: Tajinder Kaur, Associate Governmental Program Analyst

Staff requested approval to enter into an Interagency Agreement with the State Treasurer's Office (STO) in the amount of \$736,709.00 for administrative support to the Authority.

This is a standard yearly agreement. STO will provide CPCF A budgeting, personnel, accounting, legal, information technology services, information security services, Executive Office policy direction and guidance, reporting services, and other administrative support services.

The overall cost is allocated among the Boards, Commissions, and Authorities based on each agency's personnel years. The term of the contract is from July 1, 2018 through June 30, 2019.

Staff recommended approval of Resolution no. 18-04-003 to authorize the Executive Director or Deputy Executive Director to execute an Interagency Agreement with the State Treasurer's Office for Fiscal Year 2018/2019 in an amount not to exceed \$736,709.

Agenda Item 2.

Ms. Wong-Hernandez inquired the cause of the price increase.

Mr. Juarez answered that it was the implementation of multiple Information Technology (IT) projects that caused the increase.

Ms. ,Wong-Hernandez motioned for approval. There was a second.

Mr. Juarez asked if there were any public comments. There were none.

The item was passed by the following vote:

Jacqueline Wong-Hernandez for the Director of Finance	Aye
Alan LoFaso for the State Controller	Aye
Steve Juarez for the State Treasurer	Aye

5. PUBLIC COMMENT

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

6. ADJOURNMENT

There being no further business, public comments, or concerns, the meeting adjourned at 10:43 a.m.

Respectfully submitted,

(Originally signed by)

Reneé Webster-Hawkins
Executive Director