

MINUTES

**California Pollution Control Financing Authority
801 Capitol Mall, Room 150
Sacramento, California
May 21, 2019**

1. Call to Order & Roll Call

Jovan Agee, Chairperson, called the California Pollution Control Financing Authority (CPCFA or Authority) meeting to order at 10:31 a.m.

Members Present: Karen Finn for Keely Martin Bosler, Director of Finance
Anne Baker for Betty T. Yee, State Controller
Jovan Agee for Fiona Ma, State Treasurer

Staff Present: Reneé Webster-Hawkins, Executive Director

Quorum: The Chairperson declared a quorum

2. MINUTES

Mr. Agee asked if there were any questions or comments concerning the meeting minutes from the meeting held March 19, 2019. There were none.

Ms. Anne Baker moved approval of the minutes; upon a second, the minutes were approved.

The item was passed by the following vote:

Karen Finn for the Director of Finance	Aye
Anne Baker for the State Controller	Aye
Jovan Agee for the State Treasurer	Aye

3. EXECUTIVE DIRECTOR'S REPORT

Ms. Webster-Hawkins greeted the Board then proceeded to begin her report.

Regarding program updates, Ms. Webster-Hawkins stated that the Bond, CALReUSE Brownfields Remediation and Assessment Program, and CalCAP Capital Access Programs annual reports have been completed and have been submitted to the Legislature. The annual reports are also posted on the CPCFA website.

Ms. Webster-Hawkins went on to discuss matters that affect the Authority.

Agenda Item 2.

For the legislative update, Ms. Webster-Hawkins described four bills that affect CPCFA and its programs and the respective status of each one:

- Assembly Bill 1156 (Garcia): Directs the Treasurer and/or CPCFA to administer the Environmental Credit Insurance Program, a financing mechanism to create a backstop for dairy digester projects and other very low carbon transportation fuels. The program would be funded by either the Greenhouse Gas Reduction Funds (GGRF), or premiums from project participants.

Status: Held in Appropriations Committee

- Senate Bill 667 (Hueso) which would create the California Recycling Infrastructure Investment Account administered by the Treasurer, to develop financing mechanisms and strategies to support development of recycling facilities and markets in California. The language has been submitted to the author suggesting that the implementation be placed with CPCFA, to assist the Treasurer with interstate policy development.

Status: On the Senate Floor

- Assembly Bill 305 (Nazarian): To extend the sunset date on the pilot program for Rate Reduction Bonds for water utilities, and to expand the eligibility of the program to include water waste facilities.

Status: Passed out of the Assembly and is in Senate Government and Finance Committee

- Assembly Bill 474 (Reyes): Would transfer the CalCAP programs formerly funded by The State Small Business Credit Initiative (SSBCI), which is a federal program, to The California Infrastructure and Economic Development Bank (I-Bank).

Status: Held in Appropriations Committee

Ms. Webster-Hawkins mentioned that the State Treasurer Fiona Ma, has made it a priority to seek refunding for the CALReUSE program. It has been agendized in the appropriate budget sub-committee and is currently included on the Senate side and is part of the Senate's housing package recognizing the importance of the remediation of brownfields to the housing development in California. Ms. Webster-Hawkins said she remains hopeful that the program will be restarted this summer.

Ms. Webster-Hawkins welcomed new employees David McKinney and Rosa Wallace to CPCFA. The two retired annuitants were hired to help with increased demand and administrative workload associated with the CalCAP programs. Mr. McKinney has over thirty years in state service and Ms. Wallace has over twenty years of state service experience. The assistance they have provided is helping with the back log of administrative workload and she thanked them for their help.

Agenda Item 2.

Lastly, Ms. Webster-Hawkins welcomed the newest member to the CPCFA team, little Ms. Ellie Bloom. She was born on May 12th to Solomita Malko, Bond Program analyst. She noted that both mother and daughter are doing wonderfully.

Ms. Webster-Hawkins added a few matters that she has acted on under her delegated authority since the March Meeting.

- In the CALReUSE Program, for the COMM 22 Remediation Project, on April 12, 2019 Ms. Webster-Hawkins signed an extension for the grant for an additional six months until December 15, 2019 so that the project can complete an additional two housing units that were added.
- In the Bond Program, Ms. Webster-Hawkins signed an approval for an additional draw in the amount of \$14,000,000 on March 22, 2019 for the Zero Waste Energy Project, Series 2017. The draw occurred on March 27, 2019.
- On March 25, 2019, Ms. Webster-Hawkins signed an amendment to adjust the applicable factor in the Indenture for the Garden City Sanitation Project Series 2017. This change was in response to the corporate tax rate change that was contained in the 2017 tax cuts and jobs act.
- On April 4, 2019, Ms. Webster-Hawkins approved a request to appoint Merrill Lynch Pierce Fenner & Smith Inc. as the remarketing agent for the Waste Management Inc. Series 2001 and 2003 Bonds project.
- On March 27, 2019, Ms. Webster-Hawkins approved an Initial Resolution for new funding for the CalPlant I, LLC project in the amount of \$80 million to finance and/or refinance additional costs relating to the construction of facilities for treatment and disposal of solid waste consisting of a plant for the recycling of waste rice straw into medium density fiberboard. The project is anticipated to come for its Final Resolution before the CPCFA Board in July of 2019.
- Lastly, in the CalCAP Program, Ms. Webster-Hawkins signed an amendment for the Interagency Agreement No. ARB 13606 to extend the agreement to June 30, 2020.

She asked the Board if there were any questions. There were none.

Mr. Agee asked if there were any questions from the public. There were none.

Business Items

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

Presented by: Kris Luoma, Staff Services Analyst

Agenda Item 2.

SiONEER Stockton, LLC and/or its affiliates requested approval of Final Resolution No. 19-01-595 for an amount not to exceed \$16,650,000 to finance the construction of a post-consumer waste glass recycling and processing facility.

SiONEER Stockton, LLC has the capability to process 100% of post-consumer waste glass and is leasing approximately three acres of land from the Port of Stockton. The transaction is anticipated to close on June 26, 2019 and be placed into service by the third quarter of 2020.

On May 15, 2019, SiONEER Stockton, LLC was awarded allocation by the California Debt Limit Allocation Committee, for an amount not to exceed \$16,650,000.

Staff recommended approval of Final Resolution No. 19-01-595 for an amount not to exceed \$16,650,000 for SiONEER Stockton, LLC and/or its affiliates.

Mr. Agee asked if there were any further comments. There were none.

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

Mr. Agee asked for any questions from the public. There were none.

The item was passed by the following vote:

Karen Finn for the Director of Finance	Aye
Anne Baker for the State Controller	Aye
Jovan Agee for the State Treasurer	Aye

B. REQUEST TO APPROVE FINAL RESOLUTION AUTHORIZING THE ISSUANCE OF TAX-EXEMPT REVENUE NOTES FOR NEW MONEY AND REFUNDING PURPOSES

Presented by: Alison French-Tubo, Associate Treasury Program Officer

Alameda County Industries, Inc. (ACI) and/or its affiliates requested approval of a Final Resolution for a total financing of \$54,075,000 in tax-exempt notes comprised of \$32,000,000 in new money and refunding of \$22,075,000 from the Series 2016 and 2017 notes.

ACI and its affiliates operate a variety of waste hauling franchises in and near Alameda County as well as a materials recovery facility in San Leandro. The new money will be used to finance the acquisition of compressed natural gas waste collection vehicles and waste collection containers for use in fulfilling new franchise agreements in the City of San Ramon and the Castro Valley Sanitary District.

The California Debt Limit Allocation Committee awarded 2018 Carryforward Allocation to Alameda County Industries, Inc. on May 15, 2019 via Resolution number 19-047.

Agenda Item 2.

Staff recommended approval of Final Resolution No. 19-01-594 for a total amount not to exceed \$54,075,000.

Mr. Agee asked if there were any further comments. There were none.

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

Mr. Agee asked for any questions from the public. There were none.

The item was passed by the following vote:

Karen Finn for the Director of Finance	Aye
Anne Baker for the State Controller	Aye
Jovan Agee for the State Treasurer	Aye

5. PUBLIC COMMENT

Mr. Agee 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 10:42 a.m.

Respectfully submitted,

(Originally signed by)

Reneé Webster-Hawkins
Executive Director