

MINUTES

**California Pollution Control Financing Authority
915 Capitol Mall, Room 587
Sacramento, California
February 21, 2023**

In accordance with Government Code Section 11133 et. Seq., CPCFA provided Authority members, participants, and members of the public the opportunity to participate in this meeting via teleconference.

Public Participation Call-In Number (877) 853-5257: Meeting ID: 987 6693 6958 and Participant Code 560284

1. Call to Order & Roll Call

Fiona Ma, CPA, State Treasurer, called the California Pollution Control Financing Authority (CPCFA or Authority) meeting to order at 10:32 a.m.

Members Present: Fiona Ma, CPA, State Treasurer
Dave Oppenheim for Malia M. Cohen, State Controller
Gayle Miller for Joe Stephenshaw, Director of Finance

Staff Present: Shela Tobias-Daniel, Executive Director
Christina Sarron, Deputy Executive Director
Alison French-Tubo, Staff Services Manager I
Doreen Smith, Staff Services Manager I
Nicholas Polisner, Office Technician
JoOnna Trushkov, Office Technician

Quorum: The Chairperson declared a quorum

2. Minutes (Action Item)

Treasurer Ma asked the Board members if there were any questions or comments concerning the meeting minutes from the January 21, 2023, board meeting. There were none.

Ms. Miller moved approval of the minutes; Mr. Oppenheim provided the second.

Treasurer Ma asked if there were any public comments. There were none.

The minutes were approved.

The item was passed by the following vote:

Fiona Ma, CPA, State Treasurer	Aye
Gayle Miller, for the Director of Finance	Aye
Dave Oppenheim, for the State Controller	Aye

3. Executive Director's Report (Information Item) Presented by Shela Tobias-Daniel, Executive Director

Ms. Tobias-Daniel presented her report and provided information on the following topics. Ms. Tobias-Daniel presented at a webinar hosted by California Manufacturing Technology Consulting where she and the CPCFA Marketing and Outreach Manager provided information about CalCAP and the State Small Business Credit Initiative (SSBCI).

On January 27, 2023, Ms. Tobias-Daniel attended a roundtable hosted by ASIAN, Inc. for the U.S. Department of Commerce Minority Business Development Agency at the META Campus in Burlingame. Topics discussed included a technical assistance grant being deployed by MBDA and access to capital for minority small businesses. She joined Scott Wu from IBank in presenting on the SSBCI related programs for California.

On February 2, 2023, there was an SSBCI Webinar hosted by CPCFA and IBank to engage California lenders regarding participation and enrollment in credit enhancement programs for California. The feedback provided from attendees indicated that the webinar was very well received. The United States Treasury has requested the recording provided to other states as a great example of lender engagement.

Ms. Tobias-Daniel stated that the Environmental Protection Agency (EPA) has provided two briefings to update stakeholders on the Greenhouse Gas Reduction Fund application status. There is a total of 27 billion to be disbursed separately in a \$7-billion allocation deployed via 60 grants and a \$20-billion allocation deployed for anywhere between two and fifteen grants. The application process will begin in the summer of 2023.

Ms. Tobias-Daniel stated that the CPCFA Bond Team saw pricing completed on the \$159,960,000 in Water Furnishing Revenue Bonds for the Poseidon Resources (Channelside) LP Desalination Project, Series 2023.

Ms. Tobias-Daniel continued with the personnel front, CPCFA said good-bye to two members of the staff, Patricia Creighton, Office Technician, promoted to Personnel Specialist at Cal Trans and Gerardo Martin, Staff Services Analyst, who promoted to Associate Governmental Program Analyst at the Department of Health & Human Services. We wish them both well. If people must move onward, we like to see them move upward and we wish them all the best.

Ms. Tobias-Daniel related that there were two items approved under her delegated authority.

- Amador Valley Industries, LLC - On January 26, 2023, approved and signed amendments to the Indenture, Tax Certificate, and IRS form 8038 for an interest rate index change from LIBOR to BSBY on the Series 2021 transaction;

and.

- Blue Line Transfer, Inc. – On January 26, 2023, approved and signed amendments to the Indenture, Tax Certificate, and IRS form 8038 for interest rate index change from LIBOR to SOFR on the Series 2015 and Series 2020 transactions.

Ms. Tobias-Daniel concluded her Executive Director's report.

Treasurer Ma then asked if the Board had any questions or comments concerning the Executive Director's report.

Treasurer Ma asked if there were any public comments. There were no public comments.

4. Business Item (Action Item)

A. Request to Amend Infill Grant Documents Under the California Recycle Underutilized Sites (CALReUSE) Remediation Program Presented by: Alison French-Tubo, Staff Services Manager I

Ms. French-Tubo introduced Mr. John Raymond with the Carson Reclamation Authority (CRA) and Roger Dale, Managing Principal, with The Natelson Dale Group, Inc. (TNDG).

She continued that both Mr. Raymond and Mr. Dale would be able to address inquiries from the Board about the submitted documents.

Pursuant to the direction given by the CPCFA Board at the September 2022 meeting, CRA submitted a Novation Application and a third-party review prepared by TNDG regarding the commercial feasibility of the current development plan for Cell 2 on February 6, 2023. Ms. French-Tubo noted the Board directed the submission of the Novation Application according to the meaning common in real estate law which is "to replace the original." Regarding the third-party review, she noted the development of Cell 2 is of interest to the Board because it is integral to the completion of remediation of Cell 2, but development is not a requirement of the Grant.

CPCFA staff found the two documents submitted did address four important topics: the use of grant funds, the promotion of housing, the plan for completion of remediation, and cure of default.

After review of the document, CPCFA staff found that the provided documentation met the CALReUSE Remediation Grant guidelines and program intent.

CPCFA staff recommended that the Board find that the default is cured and approve a Resolution extending the Grant expiration to June 30, 2026. Staff

prepared a Resolution that the Board utilized. Staff noted that the declaration of a cure of default does not remove the consequences should CRA not fulfill the terms of the Grant, and that the Department of Toxic Substances (DTSC) remains the agency responsible for oversight of the remediation.

Treasurer Ma asked how much the remediation grant was for to which Ms. French-Tubo answered \$5,000,000 compared to the over \$100,000,000 in total costs.

John Raymond further clarified that there is currently a good outlook from the project feasibility and that construction could potentially restart this year. Additionally, Ms. French-Tubo added that CRA has portrayed that although they are still waiting for the developer to complete feasibility analysis it is a given that any other project would come with additional costs and time due to not being able to utilize the existing infrastructure. She noted any other project would need to go through both City and DTSC review and approval because the location is touching the landfill, and that new planning and CEQA processes could also be required.

Ms. Miller expressed gratitude to Ms. French-Tubo and CPCFA staff for their continued work on the project.

Ms. Miller also included a special memorial to Tim Schaefer, former STO Deputy Treasurer, who worked extensively to facilitate many contributions to both this project and for the State of California.

Ms. Miller moved approval of the item; there was a second from Mr. Oppenheim.

Treasurer Ma asked if there were any questions or comments from the Board or the public. There were none.

The item was passed by the following vote:

Fiona Ma, CPA, State Treasurer	Aye
Gayle Miller, for the Director of Finance	Aye
Dave Oppenheim, for the State Controller	Aye

5. **Public Comment**

Treasurer Ma asked if there were any comments from the public on matters that were not on the agenda. There were none.

6. **Adjournment**

There being no further business, public comments, or concerns, the meeting adjourned at 10:50 a.m.

Respectfully submitted,



Shela Tobias-Daniel
Executive Director