

MINUTES

**California Pollution Control Financing Authority
901 P Street, Room 102
Sacramento, California
March 4, 2025**

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

1. Call to Order & Roll Call

Khaim Morton, Deputy Treasurer, called the California Pollution Control Financing Authority (CPCFA or Authority) meeting to order at 3:00pm.

Members Present: Khaim Morton, for Fiona Ma, CPA, State Treasurer
David Oppenheim for Malia M. Cohen, State Controller

Member Absent: Joe Stephenshaw, Director, Department of Finance

Staff Present: Shela Tobias-Daniel, Executive Director
Deanna Hamelin, Section Manager (remotely)
Solomita Malko, Bond Program Manager
Andrea Gonzalez, Cal IIP Program Manager
Morgan Matz, Staff Services Analyst
Theodore Hoffman, Staff Services Analyst

Quorum: The Chairperson declared a quorum

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

Ms. Tobias-Daniel presented the Executive Director's Report.

Ms. Tobias-Daniel began her report by thanking the Board members for convening for the special board meeting and stated that the single action item is regarding regulations for the Tax-Exempt Private Activity Bond program.

She then reported on the activities of the CPCFA programs. She continued saying that the California Investment and Innovation Program (CAL IIP) posted its annual report on March 1, 2025, on the CPCFA webpage of the State Treasurer's Office website, per its statutory requirements. She continued saying that there were copies of the annual report for each Board Member available at the meeting.

She stated that the Bond Program's annual report will be submitted to the Legislature on or before March 31, 2025, per its statutory requirement. Additionally, the bond program

compliance manager submitted the California Debt Limit Allocation Committee (CDLAC) Self-Certification of Compliance for bond allocation issuances on February 28, 2025. She said that staff are also working diligently on drafting the California Capital Access Program (CalCAP) and the California Recycle Underutilized Sites Program (CALReUSE) reports, which are underway for their June 30, 2025 statutory requirements.

Ms. Tobias-Daniel reported taking one action under her Delegated Authority since the last meeting. She approved an Initial Resolution for Arakelian Enterprises, Inc. dba Athen Services for an amount not to exceed \$75,000,000. The bond proceeds will be used to finance the acquisition of various types of refuse collection trucks, tractors, new waste processing equipment such as yellow iron, containers, barrels, Materials Recovery Facility (MRF) processing equipment, building materials, and building improvements.

She then concluded the Executive Director's report.

Deputy Treasurer Morton applauded Ms. Tobias-Daniel and CPCFA staff for their work in building up our community through CPCFA's programs. Mr. Oppenheim showed his appreciation for the CPCFA staff.

3. Business Item (Action Item)

A. Request to Approve Revised Amendments to the CPCFA Regulations for the Bond Program.

Presented by: Morgan Matz, Staff Services Analyst

Mr. Matz stated that in January of this year, CPCFA submitted an emergency rulemaking action to the Office of Administrative Law involving four substantive changes to CPCFA's regulations, one of which was meant to lower the Administrative Fee charged to small businesses in bond refunding transactions from two-tenths of one percent of the face value of the bonds issued to one-tenth of one percent. After the change took effect, CPCFA staff realized that the language in the new regulations did not limit that fee reduction to only small business refunding transactions as intended.

After consultation with the Office of Administrative Law (OAL), CPCFA staff determined that the best course of action would be to obtain board approval for a readoption of the same emergency regulations with the previous language replaced by language narrowing the scope of the fee reduction to small business refundings exclusively. No other substantive changes to the regulations that were approved by the board at their January 21 meeting were proposed.

Mr. Matz stated that the revised regulations were expected to take effect no later than March 14, 2025, after which staff would immediately begin working to make

the regulations permanent. The permanent regulations are expected to take effect no later than September of 2025.

Mr. Matz recommended approval of Resolution No. 25-01-003 to readopt emergency regulations and begin the regular rulemaking process to revise CPCFA regulations pertaining to bond program fees.

Deputy Treasurer Morton asked if any transactions currently being processed by the bond program or anticipated in the future would be impacted by the revision.

Mr. Matz stated that no transactions are expected to be impacted.

Deputy Treasurer Morton then asked if there were any public comments. There were none.

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

The item was passed by the following vote:

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| David Oppenheim, for the State Controller | Aye |
| Khaim Morton, for the State Treasurer | Aye |

4. Public Comment

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

5. Adjournment

There being no further business, public comments, or concerns, the meeting adjourned on March 4, 2025, at 3:09 pm.

Respectfully submitted,

Shela Tobias-Daniel

Shela Tobias-Daniel
Executive Director