

**Minutes**  
**CALIFORNIA SCHOOL FINANCE AUTHORITY**

**Meeting of the Board**  
**Tuesday, January 22, 2003**  
**1:30P.M.**

**915 Capitol Mall, Room 587**  
**Sacramento, California 95814**

**1. Roll Call**

The meeting was called to order by Deputy State Treasurer Barbara Lloyd, serving as chairperson.

**Members**

**Present:** Barbara Lloyd for Philip Angelides, State Treasurer  
Duwayne Brooks for Jack O'Connell, Superintendent of Public Instruction  
Robert Miyashiro for Steve Peace, Director of Finance

**Staff:** Lara Larramendi Blakely, Executive Director

**2. Approval of Minutes**

The minutes of December 10, 2002 were approved as submitted.

**3. Executive Director's Report:**

Ms. Blakely stated that the timeline for the program is very tight, and that there is a lot to accomplish before July 1<sup>st</sup>. The job announcement had been posted for Associate Governmental Program Analyst (AGPA), and January 23<sup>rd</sup> is the deadline for resumes to be submitted. There are tentative dates for interviews on February 3<sup>rd</sup> and 4<sup>th</sup>. A letter from the Department of Finance was given to the board members showing that the authority was approved for two AGPA's rather than three, as requested. Since the Department of Finance had made the reduction, the Executive Director is contacting the Department of Finance to make a case for the initial request. Ms. Blakely said that the State Allocation Board (SAB) would be considering its version of the AB14 regulations this afternoon at 4:00 p.m. Also on the SAB agenda will be CSFA's request for reservation of administrative allocation and our budget for this fiscal year.

**4. Approve and Adopt Resolution 03-01 Adopting Emergency Regulations and Approving Submission to the Office of Administrative Law**

Staff recommended approval of Resolution 03-01 Adopting Emergency Regulations and Approving Submission to the Office of Administrative Law. During discussion of the regulations, several amendments were proposed including amending section 10156 to allow CSFA to request other information in reviewing and evaluating financial soundness and to require CSFA to rely on information provided by SAB regarding project costs. It was delegated to staff to develop appropriate language. Other amendments included eliminating

the requirement that applicants submit a project budget, and limiting the definition of “financial hardship” for purposes of this program.

Initially a vote was taken prior to Mr. Brooks’ arrival at the meeting. Upon his arrival, the initial vote was taken off the table and after further discussion, Ms. Lloyd made a new motion to approve the regulations as further amended based on additional public comment received. The motion was seconded and passed unanimously. The second vote replaced the prior action.

Following the vote on the regulations, Mr. Brooks raised an issue regarding utilizing CSFA’s revenue bond authority to provide up front funding to the Charter Schools for design and safety and environmental studies. After discussion, Ms. Lloyd directed staff to explore the issue.

Being no other business, the meeting was adjourned.

Respectfully submitted,

Lara Larramendi Blakely  
Executive Director