

MINUTES OF THE CALIFORNIA INFRASTRUCTURE AND ECONOMIC DEVELOPMENT BANK

For the meeting held on
Tuesday, November 28, 2017 at 2:00 p.m.
Steinberg Conference Room, Suite 1700
1325 J Street, 17th Floor
Sacramento, California 95814

Chair Panorea Avdis called the meeting of the California Infrastructure and Economic Development Bank (IBank) Board to order at approximately 2:00 p.m.

1. Call to Order and Roll Call

The following Board members were in attendance:

Panorea Avdis, Chair of the Board, Director of the Governor's Office of Business and Economic Development,
Blake Fowler for the State Treasurer's Office
Eraina Ortega for the Director of the Department of Finance,
Brian Annis for the Secretary of the California State Transportation Agency, and

IBank staff members in attendance were

Teveia Barnes, Stefan Spich, and William Pahland

Information Item

2. Executive Director's Report

Ms. Teveia Barnes, IBank Executive Director updated the Board on IBank's Comprehensive Annual Financial Report (CAFR) for the fiscal year ending June 30, 2017. This was IBank's first CAFR to include the Small Business Finance Center and the Expansion Fund and was delivered with a clean opinion. Ms. Barnes asked if the Board had any questions on the CAFR and they did not. Ms Barnes then informed the Board that due to the pending tax legislation before Congress, there were a large number of conduit deals in November and December that would seek to close before December 31st of this year. IBank confirmed it was working closely with the STO to coordinate closings and related items in this busy calendar. Ms. Barnes then provided the Board with an update on the Jump Start Loan Program. Ms. Barnes reported that 3 new Jump Start loans were approved in October totaling \$24,000.00, for a cumulative program total of \$77,000. The Jump Start loans ranged from \$4,000 to \$10,000 and were awarded to a diverse group of new businesses (masonry, tax preparation, and real estate agent) with credit scores ranging from 530 to 560, and included a veteran. The Financial Development Corporations provided 19.5 hours of technical assistance in October. Jump Start has provided a total of 228 hours of technical assistance to low-wealth entrepreneurs to date. Chair Avdis thanked Ms. Barnes.

Consent Item

3. **Approve minutes from the meeting held on October 24, 2017**

Chair Avdis asked if there were any comments or questions regarding the October 24, 2017 Minutes. Hearing none, she called for a vote to approve the Minutes. Mr. Annis made a motion to approve the Minutes and Ms. Ortega seconded. The board members voted unanimously to approve the October 24, 2017 Board Meeting Minutes.

Action Items

4. **Resolution No. 17-18 approving the issuance in a public offering of tax-exempt fixed rate revenue bonds in an amount not to exceed \$215,000,000 for the benefit of Campus Facilities Improvement Association to finance an eligible project located in the City and County of San Francisco.**

Mr. John Belmont, IBank Staff Loan Officer, introduced Resolution No. 17-18. Representing the borrower were Ms. Ester Morales (Assistant Vice Chancellor, UCSF), Steffi Chan (Bond Counsel, Orrick) and John Stevenson (Underwriter, Goldman Sachs). Chair Avdis thanked Mr. Belmont, welcomed the borrower representatives and asked if they had any comments. Ms. Morales discussed the project, and its recent approval by the Regents. Ms. Ortega asked how this project fit with the City/County's continuum of care process. Ms. Morales responded the project would consolidate all of UCSF's psychiatry programs under one roof, with a focus to support City/County mental health services, in a cutting edge facility capable of hosting conferences and other large meetings. Mr. Annis asked how UCSF had chosen to work with IBank. Ms. Morales noted that UCSF had undertaken a 2010 financing with IBank (a neurosciences research facility) but that this project was the first one undertaken using a P3 model. Chair Avdis asked and Mr. Fritz Pahland confirmed that IBank had now undertaken three UC financings, two with UCSF and one with Sanford Consortium (UCSD). Chair Avdis thanked Mr. Pahland. Hearing no further questions or comments, and after hearing no public comment, Ms. Ortega moved to vote, which was seconded by Mr. Annis. The Board voted unanimously to pass Resolution 17-18.

5. **Resolution No. 17-19 approving entry into Loan Agreement and other documents for the issuance of tax-exempt obligations to be sold to First Republic Bank through a private placement in an amount not to exceed \$18,000,000 to (i) refund the outstanding California Statewide Communities Development Authority (Roessler-Chadwick Foundation Group) Series 2002 Bonds, initially issued for the benefit of Roessler-Chadwick Foundation Group (Borrower) and used to finance an eligible project located in the County of Los Angeles, and (ii) to provide the Borrower additional funds to finance another eligible project located in the County of Los Angeles.**

Mr. John Belmont, IBank Staff Loan Officer, introduced Resolution No. 17-19. Representing the borrower were Ms. Vivian Rojas (Chadwick School) and Mr. Sam Balisy (Bond Counsel, Kutak). Chair Avdis thanked Mr. Belmont, welcomed the borrower representatives and asked if they had any comments. Ms. Rojas thanked the Board and had no further comment. Hearing no further questions or comments, and after hearing no public comment, Mr. Annis moved to vote, which was seconded by Ms. Ortega. The Board voted unanimously to pass Resolution 17-19.

6. **Resolution No. 17-20 approving the issuance of tax-exempt obligations, in an amount not to exceed \$10,000,000, to be sold to Wells Fargo Bank, National Association, through a private placement and loaning the proceeds to The Painted Turtle to refund the outstanding California Statewide Community Development**

Authority (The Painted Turtle) Series 2003 Bonds and used to finance an eligible project located in the County of Los Angeles.

Mr. John Weir, IBank Staff Loan Officer, introduced Resolution No. 17-20. Representing the borrower was Mr. Sam Balisy (Bond Counsel, Kutak). Chair Avdis thanked Mr. Weir, welcomed the borrower representative and asked if Mr. Balisy had any comments. Mr. Balisy noted he had been on the flight to Sacramento with CA Senator Hertzberg, whose wife had helped establish the Painted Turtle, reflecting the organization's long history and deep community roots. Chair Avdis thanked Mr. Balisy. Hearing no further questions or comments, and after hearing no public comment, Mr. Annis moved to vote, which was seconded by Ms. Ortega. The Board voted unanimously to pass Resolution 17-20.

- 7. Resolution No. 17-21 approving issuance of revenue bonds in an amount not to exceed \$78,000,000 to refund the outstanding IBank Variable Rate Demand Revenue Bonds (Orange County Performing Arts Center) Series 2008A and 2008B, initially issued for the benefit of the Segerstrom Center for the Arts (formerly known as the Orange County Performing Arts Center) and used to finance an eligible project located in the City of Costa Mesa.**

Mr. John Weir, IBank Staff Loan Officer, introduced Resolution No. 17-21. Representing the borrower were Mr. Seila Heng (Controller, Segerstrom), Mr. Kerrigan Bennet (Bond Counsel, Stradling), and Mr. Douglas Brown (Underwriter, Wells Fargo). Chair Avdis thanked Mr. Weir, welcomed the borrower representatives and asked they had any comments. Mr. Heng thanked the Board for its support and discussed the grand reopening of the plaza and the positive impact upon the center, its patrons and the performing arts. Chair Avdis thanked Mr. Heng. Hearing no further questions or comments, and after hearing no public comment, Mr. Annis moved to vote, which was seconded by Ms. Ortega. The Board voted unanimously to pass Resolution 17-21.

Reporting/Non-Action Business

There was no further items of importance to discuss.

Public Comment

Chair Avdis asked if there were any questions or comments from the public and there were none.

Adjournment

Chair Avdis declared the meeting adjourned at approximately 2:22 p.m.