



**MINUTES OF THE  
CALIFORNIA INFRASTRUCTURE AND  
ECONOMIC DEVELOPMENT BANK**

For the meeting held on  
June 24, 2014 at 2:00 p.m.  
980 9<sup>th</sup> Street, Conference Center, 2<sup>nd</sup> Floor  
Sacramento, California 95814

and

51-West 52<sup>nd</sup> Street, 23<sup>rd</sup> Floor  
New York, New York 10019

Chairman Michael E. Rossi, called the meeting of the California Infrastructure and Economic Development Bank (IBank) Board to order at approximately 2:02 p.m.

**1. Call To Order and Roll Call.**

The following Board members were in attendance:

Michael E. Rossi, Chairman  
Eraina Ortega, represented the Director of the Department of Finance.  
Katie Carroll, represented the State Treasurer.  
Augustine Jimenez, represented the Secretary of the State Transportation Agency.

The following Board member participated remotely:

Vice Chairman Peter Luchetti participated telephonically.

The following IBank staff members were in attendance:

Teveia Barnes, Ruben Rojas, Diane Cummings, John Belmont

**Information Item:**

**2. Executive Director's Report.**

Executive Director Ms. Teveia Barnes brought two items to the attention of the Board:

- A. Diane Cummings has been appointed as Chief Credit Officer for the IBank.
- B. Clean Energy Finance Program white paper.

Ms. Barnes reported that over the last nine months the IBank has been approached, by numerous stakeholders (educators, developers, municipalities, underwriters and investors), regarding the potential funding of energy projects. Ms. Barnes reported that this interest, coupled with the overall infrastructure need of the State, prompted the IBank to draft the Clean Energy Finance Program white paper. The spirit behind the white paper is to inform the Board of the interest in IBank as a financial vehicle for clean energy projects, the discussions IBank has had with various stakeholders and the ability of the IBank to contribute to the success of clean energy projects in California.

Ms. Barnes indicated that the paper is an initial step in the development of a Clean Energy Finance Program at IBank and further reporting to the Board is expected.

### Discussion

- Ms. Carroll requested that other agencies be consulted and that their opinions be taken into consideration and incorporated in future drafts.
- Mr. Rossi stated his approval of the concept and commented that the IBank was the best charter in the State to take on such an important role. Mr. Rossi further stated appreciation for the structure of the document and its analysis.
- Mr. Luchetti commented that the IBank is ideally suited to make a significant contribution to the State's renewable energy goals and stated that the paper was a good core document. Mr. Luchetti also stated that the State should always consider mechanisms to leverage public funds.
- Mr. Jimenez commented that Secretary Kelly was interested in the development of the program and the development of the guidelines and procedures which will outline the criteria used to screen potential projects. Mr. Jimenez further commented that Secretary Kelly is interested in learning how the market mechanisms will work and how the IBank proposes to partner with the private sector.

**Consent Item:** Approval of the minutes from the meetings held on the following dates:

3. Minutes from the meeting held on May 20, 2014
4. Minutes from the meeting held on May 30, 2014

Chairman Rossi called for questions or comments from the Board and the public on the minutes of May 20, 2014. Hearing none, he entertained a motion to approve this consent item Ms. Ortega moved to approve the minutes of May 20, 2014. Mr. Rossi seconded the motion. The Board unanimously approved the minutes of May 20, 2014.

Chairman Rossi called for questions or comments from the Board and the public on the minutes of May 30, 2014. Mr. Jimenez commented that he will sustain from voting on these minutes since he was not present nor did he have the opportunity to consult with Secretary Kelly. Ms. Ortega moved to approve the minutes of May 30, 2014. Mr. Rossi seconded the motion. Board members Ortega, Rossi, Carroll and Luchetti approved the minutes of May 30, 2014.

### **Action Item[s]:**

5. Resolution: No.14-07 approving the issuance of tax exempt obligations, for the benefit of The Switzer Center, Inc. dba Switzer Learning Center, in an amount not to exceed \$2,700,000 in a private placement to California United Bank to (1) refinance costs of eligible projects previously financed with the proceeds of a loan from California United Bank; and (2) pay costs of issuance.

If approved by the Board, the IBank will issue up to \$2.7 million in fixed rate tax-exempt obligations that will be evidenced by a loan agreement between the IBank, Switzer and California United Bank (Tax-Exempt Obligations). The proceeds of the Tax-Exempt Obligations are expected to be used as follows: (1) refinance project located at 2201 Amapola Court, Torrance, California, including approximately 28,000 square feet of building space which contains a library, auditorium, classrooms, cafeteria and other ancillary educational facilities, and with Borrower cash and (2) pay costs of issuance.

Discussion

Mr. Rossi called for questions and or comments from the Board or the public. Hearing none, Mr. Rossi entertained a motion to approve Resolution No. 14-07. Ms. Ortega moved to approve and Mr. Jimenez seconded the motion. Board members unanimously approved the resolution.

6. Resolution: No. 14-08 approving a multi-year contract for auditing services between the IBank and Macias Gini & O'Connell LLP (MGO). The term of the contract will be from July 1, 2014 through June 30, 2017, with a total value \$147,000.

Staff requests the approval of the IBank Board of Directors (Board) to retain the services of Macias, Gini and O'Connell LLP (Macias), the certified public accountant firm, to act as the IBank's auditor for fiscal years 2013-14, 2014-15, 2015-16. IBank Staff requests that the Board authorize a contract for auditing services with Macias.

Discussion

Mr. Rossi called for questions and/or comments from the Board or the public. Hearing none, Mr. Rossi entertained a motion to approve Resolution No. 14-08. Ms. Ortega moved to approve and Mr. Jimenez seconded the motion. Board members unanimously approved the resolution.

**Other Non-Action Business.**

Mr. Rossi called for any other business; there was none.

**Public Comment.**

Mr. Rossi called for any other public comment; there was none.

**Adjournment.**

Mr. Rossi declared the meeting adjourned at approximately 2:22 p.m.