

MINUTES

**California Pollution Control Financing Authority
901 P Street, Room 102
Sacramento, California
March 19, 2024**

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 10:55 a.m.

Members Present: Khaim Morton for Fiona Ma, CPA, State Treasurer
David Oppenheim for Malia M. Cohen, State Controller
Michele Perrault for Joe Stephenshaw, Director of Finance

Staff Present: Shela Tobias-Daniel, Executive Director
Christina Sarron, Deputy Executive Director
Ted Ballmer, Senior Attorney
Doreen Smith, CalCAP Program Manager
Andrea Gonzalez, Grant Program Manager
Ryan Dannewitz, Staff Services Analyst
JoOnna Trushkov (remotely), Staff Services Analyst
Morgan Matz (remotely), Staff Services Analyst

Quorum: The Chairperson declared a quorum

2. Minutes (Action Item)

Deputy Treasurer Morton asked the Board members if there were any questions or comments concerning the meeting minutes from the January 16, 2024, board meeting. There were none.

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

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

The minutes were approved.

The item was passed by the following vote:

David Oppenheim, for the State Controller	Aye
Michele Perrault, for the Director of Finance	Aye
Khaim Morton for the State Treasurer	Aye

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

Ms. Tobias-Daniel began her report with an update on Hiring/Personnel news as it is integral to the activities of CPCFA's programs. Since the January meeting, CPCFA has continued implementing the new organizational structure, which benefits CPCFA operations creating a strong program leadership model for sustainability. Specifically, CPCFA now has two section managers, or Staff Services Manager IIs, on the programs' side.

Ms. Tobias-Daniel announced Deanna Hamelin accepted a promotion to Section Manager for Bonds and Grants, SSM II, after serving as Bond Manager for 8 years. Also, Doreen Smith accepted a promotion to Section Manager for CalCAP, SSM II after serving 8 years as CalCAP Manager, as well as 5 years Bond Program Manager. Finally, Solomita Malko accepted a promotion to Bond Program Manager, SSM I after serving 6 years as a Bond Program Analyst. Ms. Tobias-Daniel shared her excitement for the new roles as CPCFA works towards its mission and goals.

Ms. Tobias-Daniel continued her report with an update on the Tax-Exempt Bond Program, sharing the Bond team's work on the Marborg Industries transaction, which included holding a TEFRA hearing on March 8, 2024, and working on the final resolution. The annual report to the legislature was completed and submitted on March 13, 2024. The Bond team will post the annual report to CPCFA's website before the March 31, 2024, deadline.

Ms. Tobias-Daniel moved on to the Cal IIP Program, reporting that on February 1, 2024, the awards, approved by the Board in January, were formally announced, and posted on the webpage. Sixty-three CDFIs received grants between \$100,000 to \$600,000. In addition, the Cal IIP team prepared the annual report, and completed the permanent regulations process with the Office of Administrative Law. The annual report was posted on the webpage on March 1, 2024, and the final Cal IIP program regulations were posted on March 4, 2024.

Ms. Tobias-Daniel then spoke about the CalCAP Program along with Outreach, mentioning that on February 1, 2024, CPCFA co-hosted a joint webinar for Community Financial Institutions on the SSBCI Credit Enhancement Programs, including CalCAP for Small Business and CalCAP Collateral Support. A CPCFA Program Manager, the Outreach Manager and an analyst co-hosted the event with staff from the California Infrastructure and Economic Development Bank (IBank).

On February 1, 2024, Ms. Tobias-Daniel participated at the Black Small Business Association Roundtable, with the audience including CPCFA's partner, the California Office of Small Business Advocate (CalOSBA), and some Small Business Development Center (SBDC) staff.

On February 2, 2024, CPCFA's CalCAP Program Manager presented information for the SSBCI CalCAP programs at a SSBCI event hosted by Asian, Inc. and Asian Pacific Islander, Chamber of Commerce, (National ACE).

On February 13, 2024, Ms. Tobias-Daniel spoke on the SSBCI CalCAP programs at an informational hearing of the California State Assembly alongside CPCFA's partners at IBank.

On February 13, 2024, CPCFA's Outreach Manager and an analyst attended the FDIC's Increasing Access to Capital and Consulting Services for Black-owned Businesses in the Bay Area, meeting lenders and service providers interested in learning more about how CalCAP SSBCI programs can help serve small businesses.

On February 22, 2024, CPCFA's Outreach Manager presented to the LA Regional SBDC Network staff on the CalCAP SSBCI programs, so that they can help both small businesses and lenders understand how to utilize the programs.

On February 24, 2024, Ms. Tobias-Daniel attended the BIPOC Business and Art Social in Chico to share about the CalCAP Programs and SSBCI, and the importance of technical assistance. This event was sponsored by the Northern California Chamber of Commerce and the Butte County Resiliency Project. This gave Ms. Tobias-Daniel the opportunity to share information about SSBCI within her home county, which is one of the many rural counties CPCFA would like to reach.

From March 4-7, 2024, CPCFA's Outreach Manager and Ms. Tobias-Daniel attended the National Interagency Community Reinvestment Conference in Oregon to learn more about how the goals of SSBCI CalCAP programs increase equity in access to capital overlap with the goals of CRA.

On March 14, 2024, Ms. Tobias-Daniel was on a panel at the California Supplier Diversity Symposium, sponsored by DGS and Cal OSBA, to share information about the CalCAP and Access to Capital programs.

As programs providing technical assistance specifically for SSBCI come on-line, CPCFA will coordinate with IBank and CalOSBA to provide education to technical assistance providers about the programs, so that they can effectively counsel small businesses on how to use them.

Ms. Tobias-Daniel stated since the last Board Meeting in January, she took two actions under her delegated authority.

1. Approved the second Draw Request of \$9,000,000 from Garaventa Enterprises, Inc. from its issue that closed on November 21, 2023. This was signed on January 11, 2024, for a January 16, 2024, draw.
2. Approved an Amendment to the Bond Program Audit Services contract with Richardson & Company for a one-year extension. The extension was approved on March 1, 2024, and extends Contract Number CPCFA01-21 to June 30, 2025. The amount of the contract has not changed from the original \$83,600.

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

4. Business Items (Action Items)

A. Request to Approve an Interagency Agreement with the California Energy Commission (CEC) Regarding the California Capital Access Zero-Emission Heavy-Duty Infrastructure Loan Pilot Project (ZEDHI Project)

Presented by: Doreen Smith, CalCAP Section Manager

The California Pollution Control Financing Authority requested approval to enter into an Interagency Agreement with the California Energy Commission under the California Capital Access Loan Program to administer CEC's Zero-Emission Heavy-Duty Infrastructure Loan Pilot Project. This item sought board approval to approve Interagency Agreement Number 600-23-008 between CPCFA and CEC in the amount of \$5 million.

In support of California's climate change policy goals, the CEC agrees to participate in CalCAP as an Independent Contributor, and to commit up to \$5.0 million to CalCAP to support the ZEHDI Project loan loss reserve program. CEC and CPCFA expect the ZEHDI project to assist in the expansion of California's electric vehicle charging infrastructure. The CPCFA shall establish the Project under its existing CalCAP program framework, with the cooperation and assistance of the CEC. The Project shall offer loan loss reserve contributions as a credit enhancement to participating financial institutions that enroll qualified loans.

Funding for the ZEHDI Project will be transferred from CEC's Clean Transportation Program to support CPCFA's efforts in developing, implementing, and administering the Project. The proposed Interagency Agreement was approved at the CEC's Business Meeting on February 14, 2024.

Staff recommended the approval of Resolution No. 24-02-002 to authorize the Executive Director or Deputy Executive Director to execute Interagency Agreement 600-23-008 in the amount of \$5 million.

Deputy Treasurer Morton then asked if any of the board members would like to make any comments on behalf of the Item. There were no comments. Deputy Treasurer Morton then thanked Ms. Smith for the efforts to hit the target for Zero Emission Vehicles, and a future of cleaner energy.

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

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

The item was passed by the following vote:

David Oppenheim, for the State Controller Aye

Michele Perrault, for the Director of Finance Aye
Khaim Morton, for the State Treasurer Aye

B. Request to Amend Infill Grant Documents Under the California Recycle Underutilized Sites (CALReUSE) Remediation Program

Presented by: Ryan Dannewitz, Staff Services Analyst

Joined remotely via call-in by Jason Hansford, Project Consulting Manager, Truckee Development Associates, LLC.

This project was originally approved on November 19, 2008, in the amount of \$1,585,724 for the remediation of a brownfield site in Truckee that previously supported railroad operations through the mid-1950s, and later a sawmill until 1989. The contaminants of concern on the site included tar petroleum hydrocarbons and associated polynuclear aromatic hydrocarbons, PCBs (Polychlorinated biphenyls), and lead in the soil. The remediation of the brownfield site was completed in 2014, which included the removal of approximately 5,000 tons of heavy fuel impacted materials. The Grantee has received all the funds allocated to the project and exhausted all funding on the award.

The housing portion of the agreement calls for 190 housing units, including 71 affordable units. 77 have been completed, 76 of which are affordable.

Currently, all remediation and infrastructure improvements for Phases 1 and 2 have been completed per the terms of the agreement. A second development site located on Parcels 5 & 6 of the Railyard has capacity for another 150 residential units, and the project has been submitted as a preliminary application to the Town of Truckee. The Grantee is working on a formal application, expected to be submitted in July 2024. Pending approval, construction would begin on Parcels 5 & 6 in May 2026. The Grantee anticipates obtaining the Development Certificate of Occupancy for Parcels 5 & 6 in October 2028. The Grantee has included additional months in their extension request to allow for delays and inspections, as well as the submission of all final reports to CPCFA.

CPCFA staff recommended approval of Resolution No. 24-03-001 extending the current Grant Agreement expiration to March 31, 2030.

Deputy Treasurer Morton asked if there were any questions or comments from the Board. There were none.

Deputy Treasurer Morton asked if there were any questions or comments from the public. There were none.

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

The item was passed by the following vote:

David Oppenheim, for the State Controller	Aye
Michele Perrault, for the Director of Finance	Aye
Khaim Morton, for the State Treasurer	Aye

5. **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.

6. **Adjournment**

There being no further business, public comments, or concerns, the meeting adjourned at 11:15 a.m.

Respectfully submitted,



Shela Tobias-Daniel

Executive Director