

## MINUTES

**CALIFORNIA EDUCATIONAL FACILITIES AUTHORITY  
MINUTES AUGUST 26, 2004–1:30 P.M.  
915 CAPITOL MALL, ROOM 587  
SACRAMENTO, CA 95814**

### **Location of Teleconference Participants**

**UNIVERSITY OF SOUTHERN CALIFORNIA  
Office of Vice President for Student Affairs  
Student Union 201  
Los Angeles, CA 90089-4891  
(213) 740-5240**

Carrie Cornwell, for Chairman Philip Angelides, called the meeting to order at 1:30 p.m.

Present: Carrie Cornwell for Philip Angelides, Chair  
Cindi Aronberg for Steve Westly, Controller  
Bob Campbell for Donna Arduin, Director of Finance  
Sylvia Scott-Hayes via teleconference  
Michael L. Jackson via teleconference

Staff: Dennis A. Trujillo, Executive Director  
Gregory Rogers, Deputy Executive Director  
Peggy Arrivas, PriceWaterhouseCoopers

The Chair declared a quorum present.

The minutes from the California Educational Facilities Authority's June 24, 2004 meeting were approved as submitted.

The Executive Director Reports for CEFA/SLAF were presented for the month of June 2004. Dennis Trujillo reported the fund balance as of June 30, 2004 of \$6,702,557.25 for CEFA and \$6,467,127.78 for SLAF. He also presented the Authority's Quarterly Comprehensive Debt List Summary, Borrowers with \$50,000,000 or More Outstanding CEFA Debt as of June 30, 2004 totaling \$2,429,490,917.

#### **Item #4**

**Cal Loan Student Loan Program  
Request to establish collection procedures for student loan defaults  
Resolution No. 2004-6**

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Mary Bates stated that staff was recommending that the Authority approve a Resolution adopting the proposed collection procedures that would enable All Student Loan to collect on loans in

default for both the Series 1997A and Series 2001A Cal Loan Bond issues. Adoption of the procedures would include:

1. Accept FFELP forms for the purposes of deferring or discharging (in the case of permanent or total disability) the Cal Loan.
2. Allow the removal of "Default" on the borrower's credit report upon receipt of 12 monthly, on-time payments.
3. Refer the borrower who is able, but unwilling to establish repayment to a collection agency, an attorney or for wage garnishment to compel repayment.
4. Waive interest during certain deferment periods as an incentive to the borrower to resume repayment after the deferment.
5. Write-off debt if borrower dies or becomes permanently/totally disabled.

Representing All Student Loan: Ms. Amy Tien, Vice President and Chief Student Lending Officer.

Bob Campbell moved for adoption of the Resolution and Sylvia Scott-Hayes seconded it. The Chairperson called for a roll call of the vote. Motion adopted 5-0.

There being no public comment, the meeting was adjourned.

Respectfully submitted by,

{Approved at the September 23, 2004 CEFA Board Meeting }

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Dennis A. Trujillo  
Executive Director