



CALIFORNIA STATE
PUBLIC WORKS BOARD

EDMUND G. BROWN JR. • GOVERNOR

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AGENDA WITH ANALYSIS

**NOTICE OF MEETING
STATE PUBLIC WORKS BOARD
Friday, March 18, 2016**

**The STATE PUBLIC WORKS BOARD will meet on
Friday, March 18, 2016, at 11:00 a.m. in Room 112,
State Capitol, Sacramento, California.**

Departments with requests for preliminary plan approval are reminded to contact their respective capital outlay analyst for an appointment to review plans. Plan review should be scheduled either on the screening meeting date or before that date.

PLEASE NOTE: Departments with preliminary plans, after Department of Finance staff review, please offer a briefing to the Legislative Analyst's Office.

Attachment

Pursuant to section 11125 of the Government Code, notice of all Board meetings will be given at least ten days in advance and such notice must include a copy of the agenda. Members of the Public may address the Board prior to it taking action on any matter in the agenda.

This notice and the Board agenda for the current month are available on the Internet at: <http://www.spwb.ca.gov>.

Individuals who need disability-related accommodation, including auxiliary aids for effective participation at this public meeting are invited to make their requests and preferences known to Karessa Belben at (916) 445-9694 or e-mail to karessa.belben@dof.ca.gov five days prior to the meeting.

STATE PUBLIC WORKS BOARD

Friday

March 18, 2016

11:00 a.m.

Room 112

State Capitol

Sacramento, California

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BOND ITEMS

BOND ITEM—1

**CALIFORNIA STATE UNIVERSITY (6610)
VARIOUS SERIES OF THE STATE PUBLIC WORKS BOARD LEASE REVENUE BONDS
VARIOUS CALIFORNIA STATE UNIVERSITY PROJECTS**

Authority: Sections 89770 – 89774 of the Education Code

Consider adoption of a resolution to:

1. Approve the form of and authorize the execution of a Restructuring Agreement between the State Public Works Board (Board) and the California State University Board of Trustees (Trustees), which will establish certain terms and conditions related to the defeasances of approximately \$775 million of the Board's bonds previously issued to fund California State University capital projects by the Trustees.
2. Approve the form of and authorize the execution of an Escrow Agreement by and between the Board and the State Treasurer.
3. Approve the form of and authorize the execution of a Termination of a Site Lease and Facility Lease between the Trustees and the Board.
4. Approve other related actions in connection with the Restructuring Agreement that may be necessary to complete the defeasance of the Board's bonds by the California State University.

BOND ITEMS

STAFF ANALYSIS ITEM—1

California State University

Various series of the State Public Works Board lease revenue bonds, various California State University projects

Action Requested

If approved, the requested action would approve a resolution to authorize the execution of a Restructuring Agreement between the Board and Trustees, an Escrow Agreement by and between the Board and the State Treasurer, a Termination of a Site Lease and Facility Lease between the Trustees and the Board, and would approve other related actions in connection with the Restructuring Agreement.

Background

Section 89770 of the California Education Code authorized the Trustees to fund debt service for bonds issued by the Trustees to refund, defease, or retire State Public Works Board lease revenue bonds. According to California State University (CSU), approximately \$775 million of the existing \$980 million of State Public Works Board outstanding debt is suitable for near term refinancing and restructuring, while the remaining \$205 million is not suitable for refinancing at this time. The Trustees approved the issuance of CSU Systemwide Revenue Bonds to refinance and restructure the State Public Works Board debt on March 7, 2016.

The following is a list of the outstanding State Public Works Board bonds eligible for defeasance:

1993 Series A (Various California State University Projects)	\$15,665,000
1997 Series C (Various California State University Projects)	\$63,530,000
1998 Series A (Various California State University Projects)	\$33,910,000
2006 Series B (Academic Hall II, Building 13, San Marcos Campus)	\$18,445,000
2006 Series G (Physical Science Replacement Building, Wing A, Los Angeles Campus)	\$37,635,000
2009 Series D (Monterey Bay Campus Library)	\$45,135,000
2009 J (J. Paul Leonard & Sutro Library)	\$139,750,000
2011 Series B (Various California State University Projects)	\$96,085,000
2012 Series D (Various California State University Projects)	\$110,555,000
2012 Series E (California State University: Various Buildings)	\$49,265,000
2013 Series H (Various California State University Projects)	\$163,310,000
Total Outstanding	\$773,285,000

Staff Recommendation: Adopt resolution.

CONSENT ITEMS

NONE

ACTION ITEMS

ACTION ITEM—1

**HIGH SPEED RAIL AUTHORITY (2665)
INITIAL OPERATING SEGMENT, SECTION 1
FRESNO COUNTY**

*Authority: Chapter 152, Statutes of 2012, Item 2665-306-0890 (1)
Chapter 152, Statutes of 2012, Item 2665-306-6043 (1)
Chapter 25, Statutes of 2014, Item 2665-306-3228 (1)
Section 39719(b)(2) of the Health and Safety Code
Section 39719.1 of the Health and Safety Code*

Consider authorizing site selection of two properties in full or in part:

Exhibit A of Action Item 1	
High Speed Rail Authority Parcel Number	Property Description
Fresno County	
FB-10-0863	Burlington Northern Santa Fe (BNSF) @ E. Malaga Ave. and adjacent to Assessor Parcel Number (APN) 330-211-05
FB-10-0866	BNSF @ E. American Ave. and adjacent to APN 330-211-06U

ACTION ITEMS

STAFF ANALYSIS ITEM—1

High Speed Rail Authority
Initial Operating Segment, Section 1
Fresno County

Action Requested

If approved, the requested action would authorize site selection of two properties in full or in part.

Scope Description

This project is within scope. The Initial Operating Segment, Section 1 (IOS-1) is expected to be approximately 120 miles starting near Madera (north of Fresno) and extending southward almost to Bakersfield. This initial section includes the realignment of Highway 99 in Fresno, construction of a bridge over the San Joaquin River, several grade separations, two viaducts and the acquisition of approximately 1,300 parcels. The IOS-1 is the first construction phase of the High Speed Train System (HSTS). The HSTS consists of Phase 1, which would provide 520 miles of the HSTS extending from San Francisco to Los Angeles/Anaheim, and Phase 2, which would extend the system to Sacramento and San Diego.

Funding and Cost Verification

This project is within cost. Chapter 152, Statutes of 2012, appropriated \$5.85 billion (\$2.609 billion High Speed Passenger Train Fund and \$3.241 billion federal funds) and Chapter 25, Statutes of 2014 provided an additional \$191.4 million Greenhouse Gas Reduction Fund for the IOS-1. In addition, Health and Safety Code section 39719 (b)(2) appropriates 25 percent of the annual proceeds of the Greenhouse Gas Reduction Fund for the Phase I Blended System and Health and Safety Code section 39719.1 authorizes repayment of a \$400 million General Fund loan from the Greenhouse Gas Reduction Fund for the Phase I Blended System. The IOS-1 is a component of the Phase I Blended System.

Background

To date, the Board has site-selected approximately 1,300 parcels comprising approximately 120 miles from Madera to near Bakersfield. This total does not reflect properties associated with Right-of-Way transfer agreements with local government.

The two properties proposed for site selection are located on the existing Burlington Northern Santa Fe (BNSF) rail line in Fresno County. The properties will provide easements that are necessary for the High Speed Rail Authority to be able to access the HSTS.

For these properties, the CEQA and NEPA processes were completed in 2012. Consistent with corridor based projects, minimal real estate due diligence has occurred to date as the alignment determines which properties must be acquired and any abatement or title issues will be resolved during or shortly after acquisition.

Staff Recommendation: Authorize site selection of two properties in full or in part.

OTHER BUSINESS

NONE

REPORTABLES

NONE