



CALIFORNIA STATE
PUBLIC WORKS BOARD

EDMUND G. BROWN JR. • GOVERNOR

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STATE PUBLIC WORKS BOARD

April 1, 2014

MINUTES

PRESENT:

Ms. Eraina Ortega, Chief Deputy Director, Department of Finance
Mr. Esteban Almanza, Chief Deputy Director, Department of General Services
Mr. Malcolm Dougherty, Director, Department of Transportation
Mr. Jim Lombard, Chief Administrative Officer, State Controller's Office
Mr. Blake Fowler, Director, Public Finance Division, State Treasurer's Office

CALL TO ORDER AND ROLL CALL:

Ms. Eraina Ortega, Chairperson of the Board called the meeting to order at 10:00 a.m.
Ms. Aurelia Bethea, Executive Assistant for the Board, called the roll. A quorum was established.

BOND ITEMS:

The first order of business before the Board were the Bond Items related to the Board's second spring bond sale. Mr. Rogers informed the Board Bond Items 1 and 2 were related to the Board's April bond sale and that if approved, the bonds will be priced April 9th and 10th, and close April 24th. The total estimated Par Amount of the bonds to be issued is \$420.4 million, and the proceeds would fund the Judicial Council's New Stockton Courthouse and 5 Department of Corrections Health Care Facility Improvement Projects.

BOND ITEM #1: Mr. Rogers reported Bond Item #1 if approved, authorizes the issuance and sale of the State Public Works Board 2014 Series B Bonds to fund the construction of New Stockton Courthouse.

Approval and adoption of the Resolution for Bond Item #1 also approves the form of and authorizes the execution of the 124th Supplemental Indenture to the Board's Master Indenture as well as the other forms included in the meeting notice. The estimated PAR value of the 2014 Series B bonds is \$263.6 million, with a not to exceed PAR of \$339.4 million and a not to exceed TIC of 5.55%.

Staff recommended approval and adoption of the Resolution for Bond Item #1

There were no questions from the Board or the Public.

A motion was made by Mr. Lombard and seconded by Mr. Dougherty to approve Bond Item #1.

Ms. Bethea called a roll:

Ayes

Ms. Eraina Ortega, Chief Deputy Director, Department of Finance
Mr. Esteban Almanza, Chief Deputy Director, Department of General Services
Mr. Malcolm Dougherty, Director, Department of Transportation
Mr. Jim Lombard, Chief Administrative Officer, State Controller's Office
Mr. Blake Fowler, Director, Public Finance Division, State Treasurer's Office

Noes

None

Bond Item #1 was approved by a 5-0 vote.

BOND ITEM #2: if approved Mr. Rogers explained, authorizes the issuance and sale of the State Public Works Board 2014 Series C Bonds, North Kern State Prison: Various Buildings, and proceeds from the sale will fund various Correctional Facilities. Specifically, the bonds would fund five Department of Corrections Healthcare Facility Improvement Projects: (1) California State Prison, Sacramento, (2) Mule Creek State Prison located in Amador County, (3) California State Prison, Los Angeles County, (4) California Institute for Men, located in San Bernardino County, and (5) Folsom State Prison, located in Sacramento County. The security for the bonds is various housing units at North Kern State Prison.

Approval and adoption of the Resolution for Bond Item #2 also approves the form of and authorizes the execution of an indenture, between the State Treasurer and the Board, and the execution of a First Supplemental Indenture which will incorporate the 2014 C Bonds into the Master Indenture pooled reserve account, as well as the other forms included in the meeting notice. The estimated PAR value of the 2013 Series C bonds is \$156.8 million, with a not to exceed PAR of \$171.0 million and a not to exceed TIC of 5.168%.

Staff recommended approval and adoption of the Resolution for Bond Item #2

There were no questions from the Board or the Public.

A motion was made by Mr. Lombard and seconded by Mr. Almanza to approve Bond Item #2.

Ms. Bethea called a roll:

Ayes

Ms. Eraina Ortega, Chief Deputy Director, Department of Finance
Mr. Esteban Almanza, Chief Deputy Director, Department of General Services
Mr. Malcolm Dougherty, Director, Department of Transportation
Mr. Jim Lombard, Chief Administrative Officer, State Controller's Office
Mr. Blake Fowler, Director, Public Finance Division, State Treasurer's Office

Noes

None

Bond Item #2 was approved by a 5-0 vote.

CONSENT ITEMS: The next order of business is the Consent Calendar. Ms. Ortega stated there were 2 Consent Items and they would be taken up separately beginning with consent Item #2.

Consent Item #2 was a request from the Department of Veteran's Affairs to approve preliminary plans for the California Central Coast Veterans Cemetery, located at Fort Ord in Monterey County. Staff recommended approval of Consent Item #2.

There were no questions or comments from the Board or public.

A motion was made by Mr. Dougherty and seconded by Mr. Almanza to approve Consent Item #2. Consent Item #2 was approved by a 3-0 vote.

Consent Item #1 was a request from the High Speed Rail Authority to approve performance Criteria for Construction Package 2-3 of the Initial Operating Segment, Section 1. Staff recommended approval of Consent Item #1, which would extend more than 60 miles in length through the Central Valley, from East American Avenue in Fresno County to one mile north of Kern County. Construction package 2-3 will include ground-level and aerial structures, such as viaducts, bridges, and grade separations. The proposed design-build contract is structured to require the Authority to provide, and for Finance to approve, a Notice to Proceed prior to the commencement of work related to design and construction.

The Chair asked if the Board of public had any questions. Mr. Frank Oliveira, chairman of the Citizens for California High Speed Rail Accountability, asked the Board what was the performance criteria being approved. Ms. Tonya Suthern, Legal Counsel for High Speed Rail explained that the performance criteria includes: (1) scope of proposed project, (2) design characteristics, and (3) critical elements, which is the information for contractors to consider when submitting their bids. Mr. Oliveria further asked if the criteria was available for the public to review. Ms. Tonya Suthern stated it would be available once the Board approves Consent Item #1.

There were no further question from the Board or Public.

A motion was made by Mr. Dougherty and seconded by Mr. Almanza to approve Consent Item #1. Consent Item #1 was approved by a 3-0 vote.

That concluded are business items for the day, the next meeting was scheduled for: **Friday, April 11, at 10:00 am in the State Capitol, Room 112.**