

**Golden State Finance
Authority (GSFA)
Executive Committee Meeting**



**Wednesday, August 17, 2016
2:00 P.M.**

**1215 K Street, Suite 1650
Sacramento CA 95814
916-447-4806**

**Golden State Finance Authority (GSFA)
Executive Committee Meeting
1215 K Street, Suite 1650
Sacramento, CA 95814**

August 17, 2016 – 2:00 p.m.

Executive Committee Members:

Supervisor John Viegas, Glenn County
Supervisor Bob Williams, Tehama County
Supervisor Rex Bohn, Humboldt County
Supervisor Lee Adams, Sierra County
Supervisor Kevin Cann, Mariposa County

Supervisor John Fenley, Trinity County
Supervisor Kevin Goss, Plumas County
Supervisor Diane Dillon, Napa County
Supervisor Randy Hanvelt, Tuolumne County
Supervisor John Pedrozo, Merced County

Agenda

2:00 p.m.
Special Order of Business
Simultaneous Meeting
GSFA Executive Committee Meeting
RCRC Executive Committee Meeting
NHF Board of Directors Meeting

CLOSED SESSION

1. Closed Session: Conference with Legal Counsel – Existing Litigation
(Gov. Code Section 54956.9(d)(1)) *Washington State Housing Finance Commission v. National Homebuyers Fund, et al.*, (King County WA, Superior Court Case No. 15-2-12454-4SEA)

I. Call to Order and Determination of Quorum

Chair, Supervisor Kevin Cann, Mariposa County

II. Approval of Minutes of the July 13, 2016 Meeting

(Board Members absent from the meeting will be recorded as abstained unless the Board Member indicates otherwise)

III. Member County Concerns

IV. Public Comments

At this time any member of the public may address the Board. Speakers are asked to state their name for the record. Comments are usually limited to no more than 3 minutes per speaker.

V. Adjournment

Meeting facilities are accessible to persons with disabilities. By request, alternative agenda document formats are available to persons with disabilities. To arrange an alternative agenda document format or to arrange aid or services to modify or accommodate persons with a disability to participate in a public meeting, contact Sarah Bolnik by calling (916) 447-4806 at least 48 hours before the meeting.

Agenda items will be taken as close as possible to the schedule indicated. Any member of the general public may comment on agenda items at the time of discussion. In order to facilitate public comment, please let staff know if you would like to speak on a specific agenda item. The agenda for this meeting of the Executive Committee of the Golden State Finance Authority was duly posted at its offices, 1215 K Street, Suite 1650, Sacramento, California, 72 hours prior to the meeting.

**Golden State Finance Authority (GSFA)
Executive Committee Meeting
1215 K Street, Suite 1650 Board Room
Sacramento, CA 95814
(916) 447-4806**

July 13, 2016 – 11:30 a.m.

Executive Committee Members:

Supervisor Kevin Cann, Mariposa County
Supervisor Randy Hanvelt, Tuolumne County
Supervisor John Viegas, Glenn County
Supervisor Bob Williams, Tehama County
Supervisor Rex Bohn, Humboldt County

Supervisor John Pedrozo, Merced County
Supervisor Diane Dillon, Napa County
Supervisor Kevin Goss, Plumas County
Supervisor Lee Adams, Sierra County
Supervisor John Fenley, Trinity County

Minutes

Call to Order and Determination of Quorum

Chair, Supervisor Kevin Cann, Mariposa County, called the meeting of the Golden State Finance Authority Executive Committee to order at 12:23 p.m. A quorum was determined at that time; those present were as follows:

<u>Supervisors in Attendance</u>	<u>County</u>
John Viegas	Glenn
Rex Bohn	Humboldt
Kevin Cann	Mariposa
Diane Dillon	Napa
Kevin Goss	Plumas
Lee Adams	Sierra
Bob Williams	Tehama
John Fenley	Trinity
Randy Hanvelt	Tuolumne

Absent Members

John Pedrozo Merced

Staff in Attendance

Greg Norton, Executive Director
Patricia Megason, Deputy Director
Lisa McCargar, Chief Financial Officer

Others in Attendance

Mike Lemyre, Ygrene Energy Fund
Stacy Lawson, Ygrene Energy Fund
Chris Rogers, Ygrene Energy Fund
Michael Vacca, Dechert LLP
Shawn Rose, Deutsche Bank

Sanjay Lee, RCRC Accountant
Elizabeth Jensen, RCRC Accountant
Terrance Rodgers, RCRC Economic Development Officer
Sarah Bolnik, RCRC Office Manager

Approval of Minutes of the May 11, 2016 Meeting

(Board Members absent from the meeting will be recorded as abstained unless the Board Member indicates otherwise)

Supervisor Diane Dillon, Napa County, motioned to approve the minutes of the May 11, 2016 GSFA Executive Committee Meeting. Supervisor John Fenley, Trinity County, seconded the motion. Motion passed.

Member County Concerns

None

Public Comment

None

Quarterly Budget Report and Investment Report for GSFA

Lisa McCargar, Chief Financial Officer, presented the Quarterly Investment Report, the Budget Report, and the Cash and Securities Asset Report for the period ending May 31, 2016.

Resolution 15-09 Amendment: Disaster Relief Assistance

Greg Norton, Executive Director, provided an overview of the amendments proposed to GSFA Resolution 15-09. Mr. Norton reminded the Executive Committee that in December 2015, the GSFA Board of Directors approved Resolution 15-09 which provided \$1.5 million in disaster funding to Calaveras and Lake Counties which both suffered devastating wildfires in 2015. To date, \$500,000 has been issued in total, \$350,000 to Lake County and \$150,000 to Calaveras County. The remaining balance of \$1 million would assist families and individuals through a GSFA program. Mr. Norton explained that the amendments to the resolution would expand the ability to receive assistance to neighboring county residence that also lost their homes. This would include Amador County (a GSFA Member) and Sonoma County (a GSFA Associate Member). The amendments would also remove the area medium income limit, simplifying the process. The Executive Committee suggested simplifying the process further by suggesting that the funds be managed by an experienced credit union to take some of the work load off of the county staff.

Recommendation

It is recommended that the GSFA Executive Committee review the proposed amendments to Resolution 2015-09 and direct the Executive Director to recommend approval to the GSFA Board of Directors.

Supervisor Bob Williams, Tehama County, motioned to approve Amended Resolution 15-09. Supervisor John Viegas, Glenn County, seconded the motion. Motion passed.

PACE Consumer Protection Policies

Greg Norton, Executive Director, provided an overview of the versions of the Consumer Protection Policies that were provided in the Executive Committee board packet. After a lengthy discussion, the Executive Committee suggested the following edits to the GSFA proposed changes:

Section 6.1 Information Systems: the GSFA Executive Committee would like to keep the original PACE Nation language for items numbered 6.1.1 through 6.1.6. At the end of section 6.1, adding the following language: *Security policies and practices utilized are to, at a minimum; comply with all applicable government laws and regulations for the protection of personal data and information as well as remain current with applicable industry standards. Security measures and practices are subject to audit as directed by the Authority.*

Section 8.3 Tax Advice: the GSFA Executive Committee would like to keep this section in the original PACE Nation form; removing the suggested additions.

Mike Lemyre and Stacy Lawson, from Ygrene Energy Fund, both addressed the Executive Committee and thanked them for their patience and understanding, and also reiterated their dedication to providing the best product on the market.

Recommendations:

It is recommended that the GSFA Executive Committee review the proposed CPP and direct the GSFA Executive Director to recommend the GSFA Board approve and authorize the use of the attached residential PACE Consumer Protection Policies essentially as in the form presented and to amend as necessary.

Supervisor Randy Hanvelt, Tuolumne County, motioned to approve the Consumer Protection Policies as additionally amended. Supervisor Rex Bohn, Humboldt County, seconded the motion. Motion passed.

PACE Program Complaint

Greg Norton provided an update to the GSFA Executive Committee on the complaints and accusations made against Ygrene Energy Fund and the GSFA PACE program. Lisa McCargar, RCRC Chief Financial Officer, and Elizabeth Jensen, RCRC Staff Accountant, conducted a two day validation on a range of Ygrene files that Ms. McCargar herself selected. GSFA has also had discussions with Ygrene's primary investor, a rating agency, Ygrene Executive Management, and a third party auditor who is performing an analysis of Ygrene's operations. Mr. Norton noted that, based on the efforts performed to date, there has been no evidence discovered that would substantiate the level of accusations made. GSFA will review the results of additional reviews being completed by other parties and routinely monitor Ygrene activity and performance on an ongoing basis.

Program Updates

Greg Norton gave an update on the Grant Program, the Multifamily Program, the PACE program, and the Mortgage Credit Certificate program for GSFA.

Adjournment

Chair, Supervisor Kevin Cann, Mariposa County, adjourned the meeting of the GSFA Executive Committee at 1:35 p.m.

