

INDEPENDENT CITIES FINANCE AUTHORITY

BOARD OF DIRECTORS SPECIAL MEETING

MAY 3, 2016

MINUTES

I. CALL TO ORDER.

The regular meeting of the Board of Directors of the Independent Cities Finance Authority (ICFA) was called to order in the City of South Gate on May 3, 2016 at 12:01 p.m. by President Gil Hurtado.

II. ROLL CALL.

Members Of The Executive Committee/Board of Directors Present (Voting)

Gil Hurtado, President	South Gate
Sylvia Ballin, Vice President	San Fernando
Jose Solache, Treasurer	Lynwood
Jhonny Pineda	Huntington Park
Edwin Hernandez	Lynwood
Ricardo Pacheco	Baldwin Park
Emma Sharif	Compton

Alternate Members Of The Board of Directors Present

None

The City of Vernon was not represented by a voting member.

Guests Present

Guy Burgoon	Emerging Markets Group
Mike McCormick	Tomblin Asset Management Group
Ryder Smith	Tripepi Smith & Associates
Wes Wolf	Wolf & Company, Inc.

Staff Present

Glen Price	Best Best & Krieger LP
Debbie Smith	Smith, Alvarez & Castillo/ICFA

III. AMENDMENTS OR ADJUSTMENTS TO THE AGENDA.

There were no amendments or adjustments to the agenda.

IV. PUBLIC COMMENTS.

There were no members of the public who wished to speak.

V. NEW BUSINESS.

A. APPROVAL/ADOPTION OF RESOLUTION NO. 2016-2 (A RESOLUTION OF THE BOARD OF DIRECTORS OF THE INDEPENDENT CITIES FINANCE AUTHORITY NAME AND APPOINTING CERTAIN OFFICERS).

Staff reported generally as follows:

Due to a vacancy in the office of President, an election for President and Vice President of the Authority was conducted. In addition, a Treasurer was also selected. The Treasurer may be a Director or Alternate Director.

It was moved by Jose Solache, seconded by Jhonny Pineda, and unanimously carried by the following roll call vote that Gil Hurtado be elected as President for a two year term:

AYES: Sylvia Ballin (San Fernando), Edwin Hernandez (Lynwood), Gil Hurtado (South Gate), Ricardo Pacheco (Baldwin Park), Jhonny Pineda (Huntington Park) Emma Sharif (Compton)

NOES: None

ABSTAIN: None

ABSENT: City of Vernon

It was moved by Gil Hurtado, seconded by Jose Solache, and unanimously carried by the following roll call vote that Sylvia Ballin be elected as Vice President for a two year term:

AYES: Sylvia Ballin (San Fernando), Edwin Hernandez (Lynwood), Gil Hurtado (South Gate), Ricardo Pacheco (Baldwin Park), Jhonny Pineda (Huntington Park) Emma Sharif (Compton)

NOES: None

ABSTAIN: None

ABSENT: City of Vernon

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It was moved by Gil Hurtado, seconded by Jhonny Pineda, and unanimously carried by the following roll call vote that Jose Solache be appointed as Treasurer for a two year term:

AYES: Sylvia Ballin (San Fernando), Edwin Hernandez (Lynwood), Gil Hurtado (South Gate), Ricardo Pacheco (Baldwin Park), Jhonny Pineda (Huntington Park) Emma Sharif (Compton)
NOES: None
ABSTAIN: None
ABSENT: City of Vernon

It was moved by Gil Hurtado, seconded by Sylvia Ballin, and unanimously carried by the following roll call vote that Resolution No. 2016-2 be approved/adopted and that President Hurtado and staff be authorized to execute said Resolution:

AYES: Sylvia Ballin (San Fernando), Edwin Hernandez (Lynwood), Gil Hurtado (South Gate), Ricardo Pacheco (Baldwin Park), Jhonny Pineda (Huntington Park) Emma Sharif (Compton)
NOES: None
ABSTAIN: None
ABSENT: City of Vernon

B. PRESENTATIONS: RECOGNITION OF THE SERVICES OF W. MICHAEL McCORMICK.

President Hurtado recognized W. Michael McCormick for his service on the ICFA Board of Directors, noting that he has actively served since 1987, with the last nineteen years as President. It was also noted that Mr. McCormick has served on the Vernon City Council for forty-two years making him the longest serving elected official in the County of Los Angeles.

Board Members thanked Mr. McCormick for his many years of devoted public service and wished him well in his future endeavors.

C. APPOINTMENT/ELECTION OF EXECUTIVE COMMITTEE MEMBERS FOR A TWO YEAR TERM.

Staff reported generally as follows:

Due to the vacancy of the office of President on the Executive Committee, Article IV of the Bylaws require that vacancies should be filled by an election. It was noted that Alternate Board Members may vote in place of Directors who serve on the Executive Committee. The Executive Committee is empowered by the Joint Powers Agreement (Article 10) and the Bylaws (Article IV) to conduct virtually all activities of the Board of Directors. The individual appointed or his/her alternate must be available to attend all Executive Committee Members. The President and Vice President are automatic members of the Executive Committee.

President Hurtado recommended that the following individuals serve on the Executive Committee for a two year term:

<u>Position</u>	<u>Member</u>	<u>Alternate Member</u>	<u>City</u>
President	Gil Hurtado	---	South Gate
Vice President	Sylvia Ballin	Nick Kimball	San Fernando
Member	Ricardo Pacheco	---	Baldwin Park
Member	Marilyn Sanabria	Jhonny Pineda	Huntington Park
Member	Edwin Hernandez	Jose Solache	Lynwood

It was moved by Gil Hurtado, seconded by Sylvia Ballin, and unanimously carried by the following roll call vote that the following individuals be elected to the Executive Committee for a two year term:

- AYES: Sylvia Ballin (San Fernando), Edwin Hernandez (Lynwood), Gil Hurtado (South Gate), Ricardo Pacheco (Baldwin Park), Jhonny Pineda (Huntington Park) Emma Sharif (Compton)
- NOES: None
- ABSTAIN: None
- ABSENT: City of Vernon

D. APPROVAL OF MINUTES OF THE FEBRUARY 17, 2016 AND APRIL 4, 2016 BOARD OF DIRECTORS MEETINGS.

It was moved by Sylvia Ballin, seconded by Emma Sharif, and unanimously carried by the following roll call vote that the minutes of the February 17, 2016 and April 4, 2016 Board of Directors meetings be approved:

AYES: Sylvia Ballin (San Fernando), Edwin Hernandez (Lynwood), Gil Hurtado (South Gate), Ricardo Pacheco (Baldwin Park), Jhonny Pineda (Huntington Park) Emma Sharif (Compton)
NOES: None
ABSTAIN: None
ABSENT: City of Vernon

E. STATUS REPORT/UPDATE ON THE ICFA MARKET RATE LEASE PURCHASE HOMEOWNERSHIP INITIATIVE PROGRAM AND CONSIDERATION OF ADVANCING FUNDS FOR THE MPPI POLICY.

Guy Burgoon of Emerging Markets Group and Glen Price of Best Best & Krieger provided an update on the program noting that all partners are in place with the exception of a development partner. It was also noted that if the Board is desirous of the program moving forward, GDP Advisors is requesting an advance deposit of \$17,750 to bind coverage of a Mortgage Payment Protection Insurance (MPPI) policy (Mr. Burgoon has already paid \$1,750 out of his own pocket).

After a lengthy discussion of a potential development partner and the fees associated therewith, the ramifications of the program being delayed for almost two years, and the cap on the purchase price of homes, it was moved by Sylvia Ballin, seconded by Gil Hurtado, and unanimously carried by the following roll call vote to advance the \$17,750 deposit for the MPPI Policy (\$15,750 from ICFA and reimbursement of \$1,750 to Mr. Burgoon) in anticipation of the program move toward implementation:

AYES: Sylvia Ballin (San Fernando), Edwin Hernandez (Lynwood), Gil Hurtado (South Gate), Ricardo Pacheco (Baldwin Park), Jhonny Pineda (Huntington Park) Emma Sharif (Compton)
NOES: None
ABSTAIN: None
ABSENT: City of Vernon

F. APPROVAL OF MINUTES OF THE FEBRUARY 17, 2016 AND APRIL 4, 2016 BOARD OF DIRECTORS MEETINGS.

It was moved by Edwin Hernandez, seconded by Sylvia Ballin, and unanimously carried by the following roll call vote to approve the minutes of the February 17, 2016 and April 4, 2016 Board of Directors meetings.

VI. COMMENTS FROM BOARD MEMBERS.

There were no comments from Board Members.

VII. COMMENTS FROM STAFF.

There were no comments from staff.

VIII. ADJOURNMENT.

There being no further business to be discussed, the meeting was adjourned at 12:40 p.m.

Respectfully submitted,

/s/
Deborah J. Smith
Executive Director