MEETING
STATE OF CALIFORNIA
STATE LANDS COMMISSION

STATE CAPITOL, ROOM 1145
SACRAMENTO, CALIFORNIA

STATE CAPITOL, ROOM 1114
SACRAMENTO, CALIFORNIA

7331 BASSWOOD ROAD
WINSLOW, ILLINOIS

CALIFORNIA STATE LANDS COMMISSION
100 HOWE AVENUE
EXECUTIVE CONFERENCE ROOM
SACRAMENTO, CALIFORNIA

WEDNESDAY, NOVEMBER 1, 2006
9:15 A.M.

JAMES F. PETERS, CSR, RPR
CERTIFIED SHORTHAND REPORTER
LICENSE NUMBER 10063

PETERS SHORTHAND REPORTING CORPORATION (916) 362-2345
APPEARANCES

BOARD MEMBERS

Mr. Cruz M. Bustamante, Lieutenant Governor, Acting Chairperson (via teleconference)

Mr. Steve Westly, State Controller, represented by Ms. Cindy Aronberg (via teleconference)

Mr. Michael Genest, Director of Finance, represented by Ms. Molly Arnold (via teleconference)

STAFF

Mr. Paul Thayer, Executive Officer (via teleconference)

Mr. Jack Rump, Chief Counsel (via teleconference)

Mr. Curtis Fossum, Assistant Chief Counsel

Ms. Kimberly Lunetta, Executive Assistant
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PROCEEDINGS

ACTING CHAIRPERSON BUSTAMANTE: I'll call this meeting to order. This is a telephone conference meeting and if we can call the roll of the Commissioners, please.

EXECUTIVE OFFICER THAYER: Lieutenant Governor?

ACTING CHAIRPERSON BUSTAMANTE: Here.

EXECUTIVE OFFICER THAYER: Cindy Aronberg?

ACTING COMMISSIONER ARONBERG: Here.

EXECUTIVE OFFICER THAYER: And Molly Arnold?

ACTING COMMISSIONER ARNOLD: Molly Arnold for Director Genest.

EXECUTIVE OFFICER THAYER: We have a quorum.

ACTING CHAIRPERSON BUSTAMANTE: Okay. The first item of business will be the adoption of the minutes from the Commission's last meeting. May I have a motion to approve the minutes?

ACTING COMMISSIONER ARONBERG: Move approval.

ACTING COMMISSIONER ARNOLD: Second.

ACTING CHAIRPERSON BUSTAMANTE: There's a motion and a second.

All those in favor say aye?

(Ayes.)

ACTING COMMISSIONER ARONBERG: Should we do roll call or just ayes?

ACTING CHAIRPERSON BUSTAMANTE: Say aye?
(Ayes.)

ACTING CHAIRPERSON BUSTAMANTE: All those opposed?

Let the record show that it was a unanimous vote.
Since it's a telephone conference, we probably should have either roll calls or somebody saying something.

CHIEF COUNSEL RUMP: Yeah, that would be preferable on the roll call.

ACTING CHAIRPERSON BUSTAMANTE: The next order of business is the consent calendar. Can we have a presentation from the staff.

EXECUTIVE OFFICER THAYER: These are all items for which there's been no opposition and staff does not independently see any issues. Eight of the nine items were on the consent calendar for the October 12th meeting, which wasn't held. And since that meeting we've heard no additional comments or any comments at all on any of these items. One item was added dealing with -- it's Item 7 dealing with refinancing of a project and there's no opposition to that.

ACTING CHAIRPERSON BUSTAMANTE: Is there any comments by the Commissioners?

ACTING COMMISSIONER ARONBERG: Not as far as representing Controller Westly.
ACTING CHAIRPERSON BUSTAMANTE: Any --

ACTING COMMISSIONER ARNOLD: None from Director of Finance, Mike Genest.

ACTING CHAIRPERSON BUSTAMANTE: Thank you. Then if there are no comments and there's no public comment, hearing none, we'll have a motion and a second to accept the consent calendar.

Is there a motion?

ACTING COMMISSIONER ARNOLD: I will move to accept the consent calendar.

ACTING COMMISSIONER ARONBERG: This is Cindy and I'll second.

ACTING CHAIRPERSON BUSTAMANTE: Hearing a motion and a second to accept the consent calendar as proposed by staff, we could use a roll call vote, please.

EXECUTIVE OFFICER THAYER: Lieutenant Governor?

ACTING CHAIRPERSON BUSTAMANTE: Aye.

EXECUTIVE OFFICER THAYER: Commissioner Aronberg?

ACTING COMMISSIONER ARONBERG: Aye.

EXECUTIVE OFFICER THAYER: Commissioner Arnold?

ACTING COMMISSIONER ARNOLD: On behalf of Michael Genest, aye.

ACTING CHAIRPERSON BUSTAMANTE: Let the record show that it was a unanimous vote.

Is there anyone present at any of the locations
that wish to address the Commission during this public
comment period on any issue that is either before the
State Lands Commission or something they would like to
bring up before the State Lands Commission?

ACTING COMMISSIONER ARONBERG: There is no one at
the location where Cindy Aronberg is representing
Controller Westly.

ACTING CHAIRPERSON BUSTAMANTE: And there's no
one in Illinois either?

(Laughter.)

ACTING CHAIRPERSON BUSTAMANTE: Okay. Let the
record show that there was no persons that came to any of
the locations that wanted to speak under the public
comments.

Are there any other matters to come before the
Commission?

EXECUTIVE OFFICER THAYER: No. Chairman, the one
other thing I would mention though is that I think we've
reached agreement for our next two Commission meetings and
we'll have a regular Commission meeting on November 21st
here in Sacramento at 2 o'clock. And your office is
aware. We've been discussing it with them over that. And
then a meeting in San Diego on December 14th.

ACTING CHAIRPERSON BUSTAMANTE: Okay. And as I
understand it, there is no closed session today?
CHIEF COUNSEL RUMP: That's correct.

ACTING CHAIRPERSON BUSTAMANTE: Did everybody hear the 2 dates?

ACTING COMMISSIONER ARONBERG: Yes.

ACTING CHAIRPERSON BUSTAMANTE: November 21st and December 14th?

ACTING COMMISSIONER ARNOLD: Yes, thank you.

ACTING CHAIRPERSON BUSTAMANTE: Is there any issue by the Commissioners or representatives on those 2 dates?

ACTING COMMISSIONER ARONBERG: None from Cindy.

ACTING COMMISSIONER ARNOLD: Not that I'm aware of, no.

ACTING CHAIRPERSON BUSTAMANTE: Me either, not that I'm aware of.

So assuming all the business has been conducted and all public comment being received, let's call this meeting adjourned.

(Thereupon the California State Lands Commission meeting adjourned at 9:20 a.m.)
CERTIFICATE OF REPORTER

I, JAMES F. PETERS, a Certified Shorthand Reporter of the State of California, and Registered Professional Reporter, do hereby certify:

That I am a disinterested person herein; that the foregoing California State Lands Commission meeting was reported in shorthand by me, James F. Peters, a Certified Shorthand Reporter of the State of California, and thereafter transcribed into typewriting.

I further certify that I am not of counsel or attorney for any of the parties to said meeting nor in any way interested in the outcome of said meeting.

IN WITNESS WHEREOF, I have hereunto set my hand this 1st day of November, 2006.

JAMES F. PETERS, CSR, RPR
Certified Shorthand Reporter
License No. 10063