

1 **Item 14. Discussion, recommendation, and possible action**
2 **relative to the approval of a resolution**
3 **approving amendments to the regulations of the**
4 **Agency regarding the Conflict of Interest Code**

5 CHAIR CAREY: Okay, Victor?

6 MR. JAMES: Yes. Item 14, for the Board, Misty
7 Miller of the Office of General Counsel will present
8 Item 14 for your consideration.

9 Misty, please introduce yourself.

10 MS. MILLER: Thank you, Victor.

11 Good morning -- good afternoon, excuse me,
12 Mr. Chairman, Ladies and Gentlemen of the Board. My name
13 is Misty Miller. I'm the public records officer and
14 privacy program coordinator for the California Housing
15 Finance Agency. I work in the Legal Division. I report
16 to the General Counsel. I've been with the Agency for
17 11 years. I've been in the industry for 30 years. I
18 have a bachelor's degree in English. I am a registered
19 paralegal and internationally certified privacy
20 professional.

21 Among the many hats I wear for the Agency, I
22 am also the regulations coordinator. Hence, the
23 Conflicts of Interest Code, which is a regulation. And
24 I'm here to present that to you today.

25 Resolution 13-14 is an amendment to the

1 Agency's Conflict of Interest Code.

2 The Fair Political Practices Commission
3 requires every state agency to have a conflict of
4 interest code. It simply defines which employees file
5 Form 700 and what the disclosure categories are for each
6 employee.

7 The Fair Political Practices Commission also
8 requires that state agencies periodically update their
9 code, so the actual employee positions are matched with
10 the disclosure categories.

11 So that's what this does.

12 We also made minor modifications to the headers
13 and formatting in the disclosure categories, to make them
14 easier to understand; and we added CalHFA bonds as a
15 reportable investment.

16 And so that is it for the proposal,
17 Resolution 13-14. This is a routine amendment.

18 Does the Board have any questions?

19 CHAIR CAREY: Jonathan?

20 MR. HUNTER: On the bonds, I assume that means
21 if you hold the bond directly, not if you happen to be an
22 investor in a money-market account that might have CalHFA
23 bonds somewhere in it?

24 MS. MILLER: When determining whether you have
25 to disclose a reportable investment, that would be

1 something like a mutual fund or a money-market account or
2 that sort of thing, it depends on what the nature of the
3 investment is.

4 If it's in a diversified mutual fund, then you
5 do not have to report it. If it's something that you're
6 holding directly, even if it's in an IRA or in some kind
7 of other account, you would have to report it then.

8 MR. JAMES: On the nature of self-directing,
9 you could direct your purchase stock or other interests.

10 MS. MILLER: Correct.

11 CHAIR CAREY: Any other questions?

12 *(No response)*

13 CHAIR CAREY: We have a resolution -- well, let
14 me ask, if there is anyone in the public who would like
15 to address this specific item, please indicate so.

16 *(No response)*

17 CHAIR CAREY: Okay, we do have a resolution --

18 MR. GUNNING: Peter, I have a question.

19 CHAIR CAREY: Yes, I'm sorry.

20 MR. GUNNING: Item 10, building or construction
21 contract or subcontract.

22 Why was that struck as a reporting item?

23 It's under (C) on page 5.

24 MS. MILLER: You're on page 163 of the Board
25 book?

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1 MR. GUNNING: Yes. Yes, I am.

2 MS. MILLER: And you're asking about Item 10,
3 "building or construction contractor or subcontractor"?

4 What was your question? I'm sorry.

5 MR. GUNNING: That was struck?

6 MR. JAMES: No. No, it's still there. It's
7 listed as 10.

8 MS. FALK: Just read 10, the one below it.

9 MR. JAMES: Oh.

10 MS. MILLER: Oh, the part below that? Okay, I
11 can address that.

12 Previously, in the Conflict of Interest Code,
13 section Category 2 subsumed Category 3 and Category 4.
14 Categories 3 and 4 are now separate categories, so they
15 are no longer subsumed within Category 2.

16 So what's being struck right here is actually
17 what is Category 3, below, where it says, "Interests in
18 facilities contractors."

19 So the language is still there, it's just now a
20 different disclosure category.

21 You'll also notice, too, that for the Board
22 Members, you previously reported in Categories 1 and 2,
23 now you report in Categories 1, 2, 3, and 4.

24 That is not increasing your disclosure; it's
25 just that we have more categories now. It's the same

1 disclosure.

2 MR. JAMES: Part of the reason -- we go back
3 and forth with these revisions or definitions of the
4 categories to try to make it simpler for our employees
5 and members of the Board who have to disclose. And so
6 that's the reason for that change and the permutation.

7 CHAIR CAREY: Okay, thank you.

8 We have Resolution 13-14 before us.

9 MR. HUNTER: And I'll move adoption of
10 Resolution 13-14.

11 MS. FALK: Second.

12 CHAIR CAREY: Moved and seconded.

13 Roll call, please.

14 MS. OJIMA: Ms. Caballero?

15 MS. CABALLERO: Aye.

16 MS. OJIMA: Ms. Whittall-Scherfee?

17 MS. WHITTALL-SCHERFEE: Aye.

18 MS. OJIMA: Ms. Falk?

19 MS. FALK: Aye.

20 MS. OJIMA: Mr. Gunning?

21 MR. GUNNING: Aye.

22 MS. OJIMA: Mr. Hunter?

23 MR. HUNTER: Aye.

24 MS. OJIMA: Mr. Jacobs?

25 MR. JACOBS: Aye.

1 MS. OJIMA: Ms. Carroll?

2 MS. CARROLL: Aye.

3 MS. OJIMA: Ms. Patterson?

4 MS. PATTERSON: Aye.

5 MS. OJIMA: Mr. Carey?

6 CHAIR CAREY: Aye.

7 MS. OJIMA: Resolution 13-14 has been approved.

8 CHAIR CAREY: Great. Thank you.

9 --oOo--

10 **Item 15. Reports**

11 CHAIR CAREY: Okay, the reports, are there any
12 specific items that people want information on from the
13 reports?

14 *(No response)*

15 --oOo--

16 **Item 17. Public Testimony**

17 CHAIR CAREY: This is an opportunity, if there
18 is anyone in the public who would like to address the
19 Board for any item not on the agenda, please indicate.

20 MS. CAPPPIO: I do.

21 CHAIR CAREY: Yes, all right.

22 MS. CAPPPIO: On behalf of the Board and the
23 staff of CalHFA, Peter, we want to just thank you for
24 your service. It's been a real pleasure. There have
25 been the highs and the lows in the last couple years.