



California Infrastructure and
Economic Development Bank

"Financing Facilities That Build Communities"

Infrastructure State Revolving Fund Program



Alert!

ISRF Program interest rates for the month of February 2012 are at record lows of 2.11% for 20 year loans and 2.52% for 30 year loans!

The Infrastructure State Revolving Fund (ISRF) Program provides low-cost financing to public agencies for a wide variety of infrastructure projects. ISRF Program funding is available in amounts ranging from \$250,000 to \$10,000,000, with loan terms of up to 30 years. Interest rates are set on a monthly basis. **Preliminary applications are continuously accepted.**

Eligible Applicants

Eligible applicants include any subdivision of a local government, including cities, counties, redevelopment agencies, special districts, assessment districts, joint powers authorities and non-profit corporations formed on behalf of a local government.

Eligible Project Categories

Eligible project categories include city streets, county highways, state highways, drainage, water supply and flood control, educational facilities, environmental mitigation measures, parks and recreational facilities, port facilities, public transit, sewage collection and treatment, solid waste collection and disposal, water treatment and distribution, defense conversion, public safety facilities, and power and communications facilities.

[Criteria, Priorities and Guidelines - Updated 01/2008 \(pdf, 94k\)](#)

[Preliminary Application \(Word\)](#)

[Preliminary Application \(pdf, 79k\)](#)

[Infrastructure State Revolving Fund Brochure \(pdf, 1.3MB\)](#)

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California Infrastructure and Economic Development Bank

CRITERIA, PRIORITIES, AND GUIDELINES

FOR THE

**INFRASTRUCTURE STATE REVOLVING FUND (ISRF)
PROGRAM**

CALIFORNIA INFRASTRUCTURE AND ECONOMIC DEVELOPMENT BANK (I-Bank)

**CRITERIA, PRIORITIES, AND GUIDELINES FOR
THE INFRASTRUCTURE STATE REVOLVING FUND PROGRAM**

Note: Sections 1 - 4 pertain to policies of the I-Bank and not to the resolution required of an applicant in Section 5.IV.

SECTION 1. FINANCING MODEL

I. Leveraged Loan Program

- A. The I-Bank has allocated its entire current capitalization to commence a two-tiered reserve fund leveraged loan program.
- B. Tier 1 will have I-Bank's entire current capitalization allocated with the exception of the amount utilized for Tier 2. Tier 1 will be available to any applicant that meets the I-Bank's underwriting criteria and that satisfies all other threshold eligibility requirements described in Sections 5 and 6. Tier 1 projects will be ranked for funding utilizing the scoring system described in Section 7.
- C. Tier 2 will have up to \$20 million made available from I-Bank's current capitalization. Tier 2 will be available for projects that are expected to meet the Tier 1 underwriting criteria within three to five years of loan origination, at which time it is anticipated that the loan will be included in the leveraged financing pool with other Tier 1 loans. Tier 2 is available only to communities experiencing economic distress as defined in Section 6.IV. Tier 2 projects will also be ranked for funding utilizing the scoring system described in Section 7.

II. Two-Step Leveraging Approach

- A. Once a significant portion of the total of the initial funding for Tier 1 has been committed, the I-Bank expects to issue revenue bonds in several series to leverage the program in order to provide additional loan funds.
- B. The I-Bank will target a 3:1 "leveraging ratio" for the program. The leveraging ratio represents the principal amount of loans secured to the capital deposited in the reserve fund. The targeted leveraging ratio may be adjusted due to changes in market conditions, rating agency requirements, I-Bank policy, federal tax law, or State statute.

III. Technical Assistance

The I-Bank will develop a technical assistance program for those projects in the developmental stage and in need of I-Bank financing.

VI. Loan Fees

A one-time loan origination fee of .85% of the original loan amount or \$10,000, whichever is greater, will be payable upon loan closing. This fee may be financed as part of the loan. An annual loan servicing fee of .3% of the outstanding loan balance will generally be payable annually, in arrears.

VII. Jurisdictional and Borrower Funding Limits

For each State fiscal year commencing July 1 and ending June 30, all eligible borrowers within a local jurisdiction (City or unincorporated portion of a County), will be permitted aggregate financing approval not to exceed \$20 million; each individual borrower will be permitted aggregate financing approval not to exceed \$10 million.

SECTION 3. STATUTORY FUNDING LIMITS FOR CERTAIN PROJECTS

Pursuant to Government Code Section 63050(d), not more than fifteen percent (15%) of the financing approved by the I-Bank Board per fiscal year ending June 30, that utilizes State funds may be expended upon Educational Facilities, Environmental Mitigation Measures, and Parks and Recreational Facilities.

SECTION 4. APPLICATION PROCESS

The I-Bank will use a two-part application process for selecting projects to receive financing: a Preliminary Application followed by a Loan Application.

I. Preliminary Application

A Preliminary Application (contained in Exhibit B) will be used to assess the applicant's ability to ultimately meet the threshold eligibility criteria described in Sections 5. and 6. The only reason for denying a Preliminary Application will be if the applicant and project do not meet the threshold eligibility criteria. Preliminary Applications will be accepted on a continuous basis.

II. Loan Application

Applicants with approved Preliminary Applications will be invited to submit a Loan Application (contained in Exhibit C) to the I-Bank. The Loan Application will require detailed information and documentation about the applicant and the project, enabling the I-Bank to determine if the application complies with the I-Bank's threshold criteria, including minimum loan underwriting criteria. Complete Loan Applications meeting all threshold and loan

- B. County Highways including any county highway as defined in Section 25 of the Streets and Highways Code, that includes the land between the highway lines, whether improved or unimproved, and may comprise pavement, bridges, shoulders, gutters, curbs, guardrails, sidewalks, parking areas, benches, fountains, plantings, lighting systems, and other areas within the street lines, as well as equipment and facilities used in the cleaning, grading, clearance, maintenance, and upkeep thereof.
- C. Drainage, Water Supply, and Flood Control including, but not limited to, ditches, canals, levees, pumps, dams, conduits, pipes, storm sewers, and dikes necessary to keep or direct water away from people, equipment, buildings, and other protected areas as may be established by lawful authority, as well as the acquisition, improvement, maintenance, and management of flood plain areas and all equipment used in the maintenance and operation of the foregoing.
- D. Educational Facilities including libraries, child care facilities, including, but not limited to, day care facilities and employment training facilities.
- E. Environmental Mitigation Measures including required construction or modification of public infrastructure, and purchase and installation of pollution control and noise abatement equipment.
- F. Parks and Recreational Facilities including local parks, recreational property and equipment, parkways and property.
- G. Port Facilities including docks, harbors, ports of entry, piers, ships, small boat harbors and marinas, and any other facilities, additions, or improvements in connection therewith.
- H. Power and Communications including facilities for the transmission or distribution of electrical energy, natural gas, and telephone and telecommunications service.
- I. Public Transit including air and rail transport of goods, airports, guideways, vehicles, rights-of-way, passenger stations, maintenance and storage yards, and related structures, including public parking facilities, equipment used to provide or enhance transportation by bus, rail, ferry, or other conveyance, either publicly or privately owned, that provides to the public general or special service on a regular and continuing basis.

Note: The I-Bank Board has determined that "public parking facilities" includes one or more of the following: (1) public parking facilities connected to public transit facilities; (2) public parking facilities necessary to effectuate an economic development project; and (3) public parking facilities necessary to effectuate a larger infrastructure project.

- J. Sewage Collection and Treatment including pipes, pumps, and conduits that collect wastewater from residential, manufacturing, and commercial establishments, the equipment, structures, and facilities used in treating wastewater to reduce or eliminate impurities or contaminants, and the facilities used in disposing of, or transporting, remaining sludge, as well as all equipment used in the maintenance and operation of the foregoing.

IV. Applicant Resolution

Pursuant to Government Code Section 63041(a), the legislative body or bodies of the applicant must find, by resolution, each of the following prior to a project being selected for financing by the I-Bank:

- A. The project facilitates effective and efficient use of existing and future public resources so as to promote economic development and conservation of natural resources. The project must develop and enhance public infrastructure in a manner that will attract, create and sustain long-term employment opportunities.
- B. The project is consistent with the general plan of both the city and county, or only the county for projects in unincorporated areas in which the project is located.
- C. The proposed financing is appropriate for the specific project.
- D. The project is consistent with the criteria, priorities, and guidelines for the selection of projects adopted by the I-Bank pursuant to Government Code Section 63040.

V. Prevailing Wages

Consistent with Government Code Section 63036, that portion of the project financed with I-Bank funds will be required to comply with Chapter 1 (commencing with Section 1720) of Part 7 of Division 2 of the Labor Code, including the payment of prevailing wages.

VI. Future Statutory Changes

Any future legislative changes to the statutory eligibility criteria will be incorporated into these criteria, priorities and guidelines by the I-Bank's Executive Director, or another designee of the I-Bank Chair, and will not require the I-Bank board to approve such changes.

SECTION 6. SUPPLEMENTAL THRESHOLD ELIGIBILITY CRITERIA

The following are supplemental threshold eligibility criteria established by the I-Bank. Although not required at the time of application, the I-Bank will also require evidence that the project has received all permits necessary for the construction and operation of the project and compliance with the California Environmental Quality Act.

I. Need for I-Bank Financing

- A. Applicants requesting a loan for \$2 million or less are eligible to apply for I-Bank financing regardless of what the applicant's project credit rating is based on the credit strength of the loan's repayment source. Additionally, applicants with projects located in

project benefit area that is smaller than a city or CDP (such as census tract or tracts), smaller geographic areas will be used.

- D. State designated Enterprise Zone (including Local Agency Military Base Recovery Area, Manufacturing Enhancement Areas and Targeted Tax Area).
- E. Federally designated Empowerment Zone or Enterprise Community.
- F. Redevelopment project area adopted pursuant to Health and Safety Code Section 33000 et. seq., where the Applicant makes a finding that the project area meets the definition of blighted area contained in Health and Safety Code Section 33030. The finding must include the basis and the supporting information upon which such finding was made.
- G. Federally recognized Economic Development District under 13 CFR Chapter III Section 302.
- H. A city or county with a military base designated for closure pursuant to the Defense Authorization Amendments and Base Closure and Realignment Act (Public Law 100-526), the Defense Base Closure and Realignment Act of 1990 (Public Law 101-510), or any subsequent closure approved by the President of the United States without objection by the Congress. This provision will apply to proposed projects within 5 miles of a military base closure in an urban setting and to proposed projects within 20 miles of a military base closure in a rural setting.

V. Business Relocation

The I-Bank's infrastructure financing shall not be used to facilitate the relocation of a private sector business from one political jurisdiction of the State to another without substantial justification deemed acceptable by the I-Bank Board. Examples of acceptable justification could include: (1) completion of the project is necessary to prevent relocation of substantial business operations outside the State; and/or (2) the business needs to expand its operations and cannot reasonably do so in its current location.

VI. Loan Underwriting Criteria

Applicants must meet the I-Bank's minimum loan underwriting criteria contained in Exhibit A. Tier 2 loans will be available to applicants with loan repayment sources that do not yet meet the minimum underwriting criteria for a Tier 1 loan, but are expected to meet the criteria within a maximum of three to five years of loan origination.

VII. Source of Loan Repayment

Eligible sources of loan repayment include the following:

- A. Water or Sewer Enterprise/Special Fund. Projects that will be part of a revenue-producing water or sewer enterprise system can be financed with a loan that is payable with revenues from the water or sewer enterprise/special fund.

SECTION 7. SCORING CRITERIA FOR PRIORITIZING PROJECTS

Projects that meet all threshold eligibility criteria will be ranked on a 200-point scoring system based on the categories below.

I. Project Impact (80 Points Maximum)

A. Job Creation/Retention (30 Points Maximum)

Points will be awarded to applicants with infrastructure projects that support the creation and/or retention of the greatest number of full-time equivalent jobs within three years of project completion per dollar of I-Bank financing. Job creation/retention figures based upon written confirmation from the entity that will create/retain the jobs will receive priority over estimates based upon a feasibility study.

| Jobs created/retained per dollar of financing | Points |
|---|--------|
| Less than 1: \$35,000 | |
| Based on written confirmation | 30 |
| Based on feasibility study* | 26 |
| 1: \$35,001 to 1: \$50,000 | |
| Based on written confirmation | 22 |
| Based on feasibility study* | 18 |
| 1: \$50,001 to 1: \$65,000 | |
| Based on written confirmation | 14 |
| Based on feasibility study* | 10 |
| Greater than 1: \$65,000 | 0 |

* Or other documentation acceptable to the I-Bank.

If job creation/retention numbers are based upon a combination of written confirmation and a feasibility study, points shall be awarded based on the percentage of each.

B. Economic Base Employers (10 Points Maximum)

Points will be awarded to applicants with projects that are expected to create/retain jobs with "Economic Base Employers" rather than "Non-Economic Base Employers." For the purpose of this section, an Economic Base Employer means an employer whose customers are predominantly outside of the community where the project is located, bringing sales revenues into that community from outside the region. Such revenue creates increased economic investment and new jobs in the community. Examples of industry sectors that produce Economic Base Employers include, but are not limited to, agriculture, manufacturing, tourism (including historic downtown districts based mainly on retail and services), high technology, back office operations, and corporate headquarters.

II. Community Economic Need (55 Points Maximum)

Points will be awarded to applicants with projects located in, or adjacent to and directly affecting, areas with high unemployment rates, low median family income, declining or slow growth in labor force employment, and high poverty rates. Points will be awarded based on the following:

A. Unemployment Rate (20 points Maximum)

| Relationship to Statewide Average | Points |
|--|--------|
| Above 225% of the statewide average | 20 |
| Above 175% of the statewide average | 15 |
| Above 125% of the statewide average | 10 |
| 125% of the statewide average or below | 0 |

The unemployment rate will be based on the California Employment Development Department's (EDD) most recent annual average for sub-county areas.

B. Median Family Income (15 Points Maximum)

| Relationship to Statewide Average** | Points |
|--|--------|
| Not more than 60% of the statewide average | 15 |
| Not more than 70% of the statewide average | 11 |
| Not more than 80% of the statewide average | 7 |
| 80% of the statewide average or more | 0 |

The median family income will be based on the most recent census data available for cities or applicable Census Designated Places (CDPs). If no city or CDP level data is available, or if the applicant chooses to identify a project benefit area that is smaller than a city or CDP (such as census tract or tracts), smaller geographic areas will be used.

C. Change in Labor Force Employment (10 Points Maximum)

| Change in Labor Force Employment | Points |
|--|--------|
| Decline in labor force employment | 10 |
| Increases in labor force employment: | |
| 0% to 50% of the statewide growth rate | 7 |
| 51% to 75% of the statewide growth rate | 4 |
| More than 75% of the statewide growth rate | 0 |

The change in labor force employment will be based on EDD's most recent annual average rates for sub-county areas compared to the previous year's rate.

| Project Conformity with Development Priorities | Points |
|--|--------|
| First Priority | 20 |
| Second Priority | 15 |
| Third Priority | 10 |
| Meets none of the priorities | 0 |

2. **Rural Applicants.** Although the *Environmental Goals and Policy Report* explicitly excludes rural areas in California, the I-Bank believes the principles of the three priorities for urban development described in the report also apply to rural areas of the state. Therefore, if the applicant is located in a rural area,² points will be awarded based on the proposed project's conformity with one of the three following priorities:

First Priority: Renew and maintain existing developed rural areas.

Second Priority: Develop vacant and under-utilized land within existing developed rural areas and presently served by streets, water, sewer and other public services. Open space, historic buildings, recreational opportunities and the distinct identities of neighborhoods should be preserved.

Third Priority: When rural development is necessary outside existing developed rural areas, use land that is immediately adjacent. Noncontiguous development would be appropriate when needed to accommodate planned open space, greenbelts, agricultural preservation or new town community development.

Maximum points for applicants from both urban and rural areas will be awarded as follows:

| Project Conformity with Development Priorities | Points |
|--|--------|
| First Priority | 20 |
| Second Priority | 15 |
| Third Priority | 10 |
| Meets none of the priorities | 0 |

B. Environmental Protection (10 Points Maximum)

Infrastructure projects that support or promote the protection and/or improvement of the environment will be awarded points. Examples may include projects that:

- Reduce wastewater, drinking water or air pollution;
- Include designs, materials or techniques that will promote energy conservation;
- Recycle, reuse, or otherwise reduce water usage compared with conventional techniques, or enhance water quality discharge and/or reduce the volume of discharge;
- Encourage recycling or the use of recycled materials and products;
- Remediate leading to re-use;
- Rehabilitate existing pollution control infrastructure; or
- Include other measures, not listed above, which improve or protect the environment.

² "Rural Area" means the definition of "city" and "county" contained in Government Code Section 15373.1.

Exhibit A – Tier 1 Loan Underwriting Criteria

WATER/SEWER ENTERPRISE SECURED DEBT

General Credit Review

The I-Bank will review the historic revenue collection performance of the enterprise as well as projections of future revenues, expenditures and capital spending projected in the system's capital plan.

The analysis will include a review of past rate increases and a comparison of rates to similar water or sewer systems in the region.

Water systems shall provide information as to the current and future expectations of the stability of their water supply.

Debt Service Coverage

Senior/Parity Debt: The system's net revenues (for each of the two immediately preceding fiscal years) shall provide senior debt service coverage of at least 1.10x maximum annual debt service (including debt service on the I-Bank's loan) and must also be consistent with existing debt service coverage requirements of any outstanding parity bonds/obligations.

For debt service coverage calculations, **net revenues** shall be revenues (which may be adjusted for adopted rate increases and system expansions, as limited below) after operating and maintenance expenses.

Subordinate Debt: A subordinate debt pledge will be accepted if the system's aggregate debt service coverage is at least 1.10x (inclusive of the I-Bank's loan) and must also be consistent with existing debt service coverage requirements of any outstanding subordinate bonds/obligations.

For debt service coverage calculations, **net revenues** shall be revenues (which may be adjusted for adopted rate increases and system expansions, as limited below) after operating and maintenance expenses.

**Loan
Covenants**

Rates and Charges Covenant: The system governing board must covenant to maintain required debt service coverage ratios.

Additional Bonds/Debt Test: When the I-Bank loan is in a senior debt position, additional parity debt may be issued if net revenues (adjusted for adopted rate increases and system expansions, as limited above) will provide future debt service coverage of 1.10x overall parity debt obligations.

When I-Bank's loan is in a subordinate position to existing outstanding debt, additional debt at the subordinated debt level will be permitted if net revenues (adjusted for adopted rate increases and system expansions, as limited above) will provide future debt service coverage of 1.10x on all senior and subordinate indebtedness.

Other Loan Covenants: Other standard covenants appropriate for water and/or sewer financings will be included in the loan agreement.

TAX INCREMENT SECURED DEBT

**General
Credit Review**

The Bank will review the percentage of secured versus unsecured property in the approved project area. The project area's zoning mix and current status will be reviewed including commercial, residential and industrial and the level and mix of development to date.

A 5-10 year history of the project area's property assessment trends will be reviewed, as well as the status of the project area's cumulative tax increment cap and the approved life of the project area as it relates to the project area's remaining funding capacity.

Historical delinquencies and current and historical appeal levels will be carefully reviewed in assessing debt service coverage.

GENERAL FUND LEASE SECURED DEBT

General Credit Review

The I-Bank anticipates that the proceeds from the lease securing the applicant's loan will be used to finance projects that provide essential services to the community.

The applicant shall provide a written statement that the project undertaken and the lease of the subject facility are not the subject of any litigation or material controversy.

The review will include the source and diversity of the revenue stream that supports the general fund, historical availability of fund balances, taxpayer concentration and outstanding capital lease and debt service obligations.

Lease Requirements

-
- The lease must be structured as an abatement lease.
 - The leased facility must provide essential services to the applicant's community, such as court, fire or police facilities. Examples of non-essential services include, but are not limited to, golf courses and ballparks.
 - If the asset to be constructed with the proceeds of the loan is the subject of the lease, fixed-price construction contracts, payment and performance bonds, construction contingency funds, builder's risk insurance, and liability and worker's compensation insurance will be required.
 - If the asset that is being constructed is the subject of the lease, a capitalized interest fund sized to fully cover debt service payable during the estimated construction period plus six months will be required.
 - If the lease is structured as an "asset transfer," the fair market value of the leased asset must be supported by an independent appraisal of the asset and must be equal to or greater than the I-Bank loan. Likewise, the appraisal must demonstrate that annual fair market rental value is equal to or greater than the maximum annual loan payments to the I-Bank in all years.

Debt Service Limitation

The total debt service obligations (inclusive of the I-Bank's loan) of the general fund must be less than 15% of general fund revenue.

Exhibit B – Preliminary Application

To obtain a copy of the Preliminary Application, either:

Download a copy from the following Internet Website:

www.ibank.ca.gov

OR

Contact: Diane Cummings, ISRF Program Manager
Infrastructure State Revolving Fund Program
California Infrastructure and Economic Development Bank
Mailing Address
P.O. Box 2830
Sacramento, CA 95812-2830
Street Address
1001 I Street, 19th Floor
Sacramento, California 95814
(916) 324-4805
(916) 319-7608 (fax)
dcummings@ibank.ca.gov

California Infrastructure and Economic Development Bank (I-Bank)

The I-Bank is a State of California financing authority that promotes the economic growth, quality of life and revitalization of California communities through low-cost financing of infrastructure and economic development projects. The I-Bank's programs include the *Infrastructure State Revolving Fund Program*, which provides low-cost, long-term financing to local governments for a variety of public infrastructure projects, and the *Revenue Bond Financing Program*, which provides tax-exempt Industrial Development Revenue Bond financing to qualified manufacturing companies, tax-exempt 501(c)(3) Revenue Bond financing to nonprofit corporations, and other tax-exempt revenue bond financing to public agencies.

This brochure explains *Infrastructure State Revolving Fund Program* financing. For more information on the I-Bank, please see our website at www.ibank.ca.gov.



Low-Cost Infrastructure Financing



I-BANK

California Infrastructure and
Economic Development Bank

P.O. Box 2830

Sacramento, CA 95812-2830

916.322.1399 phone

916.322.6314 fax

www.ibank.ca.gov

Infrastructure State Revolving Fund Program



I-BANK

California Infrastructure and
Economic Development Bank



**CALIFORNIA INFRASTRUCTURE AND ECONOMIC DEVELOPMENT BANK (I-Bank)
INFRASTRUCTURE STATE REVOLVING FUND (ISRF) PROGRAM**

PRELIMINARY APPLICATION

This form is designed to expand to accommodate your project information. An electronic version of this form can be obtained from the I-Bank website at www.ibank.ca.gov. When completing the form, use the TAB key to advance from one section to the next.

| | | |
|-----------------------------|-----------------------------------|---------------------------|
| <i>For I-Bank Use Only:</i> | | <i>Assigned to:</i> |
| 1. DATE SUBMITTED | 2. DATE RECEIVED BY I-BANK | APPLICATION NUMBER |

APPLICANT INFORMATION

| | |
|---|--|
| 3. LEGAL NAME OF APPLICANT | 4. TYPE OF APPLICANT <input type="checkbox"/> City <input type="checkbox"/> County <input type="checkbox"/> Joint Powers Authority <input type="checkbox"/> Redevelopment Agency <input type="checkbox"/> Special District <input type="checkbox"/> Assessment District <input type="checkbox"/> Mello-Roos Community Facilities District <input type="checkbox"/> Other Public Agency (specify): _____ |
| 5. MAILING ADDRESS OF APPLICANT <i>(include County)</i> <i>(city/county/state/zip code)</i> | 6. CONTACT INFORMATION Name: Title: Address (if different): Telephone: Fax: E-mail: |


GENERAL PROJECT INFORMATION

| | | | | | | | | | | | | | | | | | | |
|--|--|--|---|--|---|--|--|--|--|---|---|---|--|--|--|--|---|--|
| 7. NAME OF PROJECT | | | | | | | | | | | | | | | | | | |
| 8. LOCATION/ADDRESS OF PROJECT SITE <i>(Attach a site map.)</i> | | | | | | | | | | | | | | | | | | |
| 9. CATEGORY OF INFRASTRUCTURE PROJECT <i>(Check all that apply.)</i> <i>(See Criteria, Priorities, and Guidelines Section 5. II. for the Project types included in each category.)</i> <table style="width:100%; font-size: small;"> <tr> <td><input type="checkbox"/> City Street</td> <td><input type="checkbox"/> County Highway</td> <td><input type="checkbox"/> Defense Conversion</td> </tr> <tr> <td><input type="checkbox"/> Drainage, Water Supply, and Flood Control</td> <td><input type="checkbox"/> Educational Facility</td> <td><input type="checkbox"/> Environmental Mitigation Measures</td> </tr> <tr> <td><input type="checkbox"/> Military Infrastructure</td> <td><input type="checkbox"/> Parks & Recreational Facility</td> <td><input type="checkbox"/> Port Facility</td> </tr> <tr> <td><input type="checkbox"/> Power or Communications Facility</td> <td><input type="checkbox"/> Public Safety Facility</td> <td><input type="checkbox"/> Public Transit</td> </tr> <tr> <td><input type="checkbox"/> Sewage Collection and Treatment</td> <td><input type="checkbox"/> Solid Waste Collection & Disposal</td> <td></td> </tr> <tr> <td><input type="checkbox"/> State Highway</td> <td><input type="checkbox"/> Water Treatment and Distribution</td> <td></td> </tr> </table> | <input type="checkbox"/> City Street | <input type="checkbox"/> County Highway | <input type="checkbox"/> Defense Conversion | <input type="checkbox"/> Drainage, Water Supply, and Flood Control | <input type="checkbox"/> Educational Facility | <input type="checkbox"/> Environmental Mitigation Measures | <input type="checkbox"/> Military Infrastructure | <input type="checkbox"/> Parks & Recreational Facility | <input type="checkbox"/> Port Facility | <input type="checkbox"/> Power or Communications Facility | <input type="checkbox"/> Public Safety Facility | <input type="checkbox"/> Public Transit | <input type="checkbox"/> Sewage Collection and Treatment | <input type="checkbox"/> Solid Waste Collection & Disposal | | <input type="checkbox"/> State Highway | <input type="checkbox"/> Water Treatment and Distribution | |
| <input type="checkbox"/> City Street | <input type="checkbox"/> County Highway | <input type="checkbox"/> Defense Conversion | | | | | | | | | | | | | | | | |
| <input type="checkbox"/> Drainage, Water Supply, and Flood Control | <input type="checkbox"/> Educational Facility | <input type="checkbox"/> Environmental Mitigation Measures | | | | | | | | | | | | | | | | |
| <input type="checkbox"/> Military Infrastructure | <input type="checkbox"/> Parks & Recreational Facility | <input type="checkbox"/> Port Facility | | | | | | | | | | | | | | | | |
| <input type="checkbox"/> Power or Communications Facility | <input type="checkbox"/> Public Safety Facility | <input type="checkbox"/> Public Transit | | | | | | | | | | | | | | | | |
| <input type="checkbox"/> Sewage Collection and Treatment | <input type="checkbox"/> Solid Waste Collection & Disposal | | | | | | | | | | | | | | | | | |
| <input type="checkbox"/> State Highway | <input type="checkbox"/> Water Treatment and Distribution | | | | | | | | | | | | | | | | | |
| 10. Describe the Project to be financed with I-Bank financing. | | | | | | | | | | | | | | | | | | |

SPECIFIC PROJECT INFORMATION

21. SOURCE OF REPAYMENT FOR I-BANK FINANCING

- Water Enterprise Fund
- Sewer Enterprise Fund
- General Fund Lease—Specify the asset being leased: _____
- Redevelopment Agency Tax Increment
- Assessment District/Mello-Roos Tax

 **Applicants proposing a repayment source other than those identified above must contact Diane Cummings, ISRF Program Manager, at (916) 324-4805 prior to submitting a Preliminary Application.**

22. Provide one (1) complete copy of the most current audited financial statement reflecting the repayment source identified in Section 21.

(Attach to the Preliminary Application.)

23. Describe how the Applicant meets the “Need for I-Bank Financing” as discussed in Section 6.I. of the Criteria, Priorities, and Guidelines.

- Financing amount is \$2 million or less
- Jurisdiction scores maximum points in Unemployment Rate, Median Family Income and/or Poverty Rate (for more information: see ISRF Criteria, Priorities, and Guidelines Scoring Criteria - Section 7.II)
- Repayment stream is unrated
- Other, explain:

24. Does the Applicant have any outstanding debt secured by the repayment source identified in Section 21? YES NO

(If yes, provide one (1) complete copy of all outstanding debt instruments including financing agreements, lease agreements, and official statements.)

PUBLIC BENEFIT AND ECONOMIC DEVELOPMENT INFORMATION

25. What are the public benefits of the project?

What are the projected economic development benefits of the proposed project?

Is the project a part of a community revitalization or an economic development plan or strategy?

- YES NO, *If “Yes”, please explain and provide a copy of the supporting plan or strategy.*

How will the project promote the conservation of natural resources?

PRIVATE ACTIVITY AND TAX ISSUES

26. Will any entity, other than the Applicant or another governmental entity, use or directly benefit from any portion of the Project other than as a member of the general public?

(If yes, explain.)

(For this purpose, “use” includes owning, leasing, managing, operating, acquiring the output of, obtaining a priority right or other special arrangement with respect to, or otherwise deriving a direct economic benefit from the Project. Priority rights or special rates and charges anticipated for a particular user or group of users should also be explained.)

OTHER INFORMATION

27. Will the proposed Project facilitate the relocation of a private sector business from one area of the State to another?
(If yes, explain.)

28. If the Applicant has retained a financial advisor or consultant for the Project, provide the following contact information.

Name:
Title:
Company:
Address:
Telephone:
Fax:
E-mail:

Name:
Title:
Company:
Address:
Telephone:
Fax:
E-mail:

29. How did you hear about the I-Bank and the ISRF Program?

APPLICANT ACKNOWLEDGEMENT AND SIGNATURE

I acknowledge that I have received and reviewed the I-Bank's *Criteria, Priorities and Guidelines for the Infrastructure State Revolving Fund Program*. I anticipate that the Project identified in this Preliminary Application will comply with all program requirements.

I hereby certify that I am an authorized representative of the Applicant, and that I have been authorized by the Applicant to execute this Preliminary Application for I-Bank financing.


AUTHORIZED SIGNATURE

PRINT NAME AND TITLE

DATE

**CALIFORNIA INFRASTRUCTURE AND ECONOMIC DEVELOPMENT BANK (I-Bank)
INFRASTRUCTURE STATE REVOLVING FUND (ISRF) PROGRAM**

INSTRUCTIONS FOR THE PRELIMINARY APPLICATION

 **Download the electronic version of the Preliminary Application, which is available at www.ibank.ca.gov. Insert data into the shaded areas. Sections will expand to accommodate entered data. Use your Tab key to go from one shaded area to the next.**

1. Self-explanatory.
2. For I-Bank use only.

APPLICANT INFORMATION

3. Provide full, legal name of Applicant.
4. Select appropriate box.
5. Provide mailing address.
6. Provide contact information.

GENERAL PROJECT INFORMATION

7. Provide a descriptive title of the proposed infrastructure Project to be financed.
8. Provide the Project location information. Attach a site map of the Project on a separate piece of paper.
9. Select the appropriate box(es).
10. Provide a brief description of the infrastructure Project to be financed.

SPECIFIC PROJECT INFORMATION

11. Self-explanatory.
12. Indicate estimated financing term in years.
13. If your Preliminary Application is approved, indicate the month and year you anticipate submitting a complete loan application.
14. Indicate the month and year of the estimated Project construction timeline.
15. Select appropriate box. If applying for Tier 2, review the *Criteria, Priorities, and Guidelines for the Infrastructure State Revolving Fund Program* for eligibility information.
16. Identify major Project cost categories and the estimated dollar amount of each category.
17. Identify proposed Project funding sources and dollar amounts for each funding source.
18. Indicate the status of each specific funding source, not including I-Bank. Attach additional information, if there are more than five funding sources.

19. Select the appropriate boxes to indicate the status of project planning.
20. Self-explanatory.

SOURCE OF REPAYMENT AND NEED FOR FINANCING

21. Select the source of repayment for the proposed financing. If the financing is to be repaid with any other repayment source(s) not identified in this Section, obtain approval by contacting the ISRF Program Manager prior to submitting your Preliminary Application.
22. Attach requested information.
23. Describe how the Applicant meets the "Need for I-Bank Financing" criterion. Refer to the *Criteria, Priorities, and Guidelines for the Infrastructure State Revolving Fund Program* for further information on this criterion.
24. Self-explanatory.

PUBLIC BENEFIT AND ECONOMIC DEVELOPMENT INFORMATION

25. Describe the public benefits of the proposed Project, including how the Project promotes economic development and conservation of natural resources AND will develop and enhance public infrastructure in a manner that will attract, create and sustain long-term employment opportunities in the community AND will enhance the quality of life and community amenities for area residents, and any other public benefits.

PRIVATE ACTIVITY AND TAX ISSUES

26. Self-explanatory.

OTHER INFORMATION

27. Self-explanatory.
28. Self-explanatory.
29. Self-explanatory.

APPLICANT ACKNOWLEDGEMENT AND SIGNATURE

To be signed by the authorized representative of the Applicant.

MAIL COMPLETED PRELIMINARY APPLICATION TO:

California Infrastructure and Economic Development Bank
Attn: Diane Cummings, ISRF Program Manager
980 9th Street, 9th Floor
Sacramento, California 95814