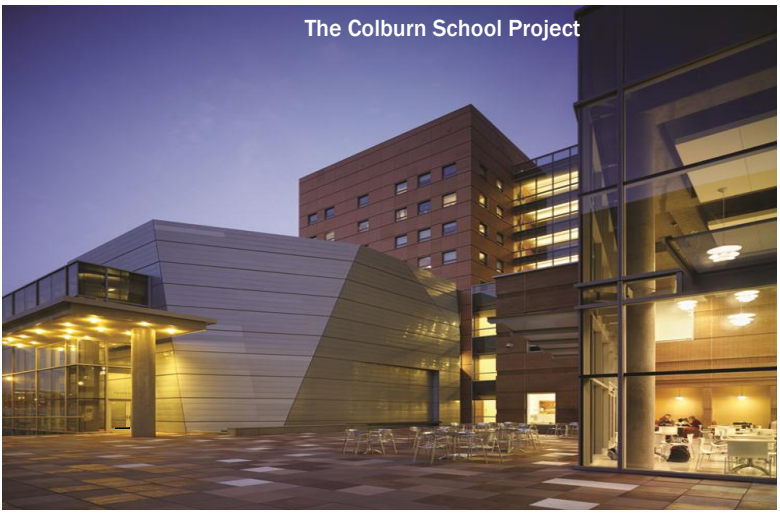
STATE OF CALIFORNIA BUSINESS TRANSPORTATION AND HOUSING AGENCY

CALIFORNIA INFRASTRUCTURE AND ECONOMIC DEVELOPMENT BANK


The Colburn School Project

Eureka Redevelopment Agency Market Square Improvements Project

El Dorado Fire Protection District Fire Station 28 Project

ANNUAL ACTIVITY REPORT

FISCAL YEAR 2010/2011

California Infrastructure and Economic Development Bank

I·BANK

Edmund G. Brown Jr.
Governor

Board Members:

Vacant
Chair
Secretary, Business, Transportation and Housing Agency

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Ana J. Matosantos
Director
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November 1, 2011

The Honorable Governor Jerry Brown
c/o State Capitol, Suite 1173
Sacramento, CA 95814

Chair, Joint Legislative Budget Committee
c/o State Capitol, Room 5019
Sacramento, CA 95814

To Whom It May Concern:

In accordance with Government Code Sections 63035, 63056 and 63061 the California Infrastructure and Economic Development Bank (I-Bank) is required to submit to the Governor, Joint Legislative Budget Committee and the Legislature a report of its activities related to the California Infrastructure and Economic Development Bank Fund (CIEDB Fund) and the California Infrastructure Guarantee Trust Fund (Guarantee Trust Fund) for the preceding fiscal year. Enclosed, please find the I-Bank's Fiscal Year 2009-2010 Annual Activity Report.

Highlights of the I-Bank's accomplishments during the past fiscal year include:

- Issued $203,300,000 of conduit revenue bonds for qualified California manufacturing companies, 501(c)(3) nonprofit entities and for other governmental entities to create/retain jobs in the state, to facilitate research and cultural endeavors and for other public purposes,.
- Approved $3,500,000 of Infrastructure State Revolving Fund Program loans for local government entities throughout the State for critically needed infrastructure projects.
- Created an estimated 595 construction and full-time equivalent jobs.

The 2010-2011 Annual Activity Report contains the program activity of the CIEDB Fund and the financial activities of both the CIEDB Fund and the Guarantee Trust Fund. There was no program activity to report for the Guarantee Trust Fund.

Since inception, the I-Bank has loaned, financed or participated in the financing of over ***$31 billion*** for infrastructure, economic development and other government purposes. We look forward to committing I-Bank resources as an integral economic stimulus tool in the areas of financing public infrastructure and private investments that promote economic development, create jobs and revitalize California's communities. Please contact me if you have any questions regarding the I-Bank's programs.

Sincerely,

Stanton Hazelroth

Stanton Hazelroth
Executive Director

California Infrastructure and Economic Development Bank

Name of Report: I-Bank's Annual Activity Report Fiscal Year 2010/2011

Authority: Government Code Sections 63035, 63056 and 63061

Summary of Report Contents:

- A listing of applications accepted, including a description of the expected employment impact of each project.
- A separate summary of applications for the Infrastructure State Revolving Fund Program, including a summary of the number of preliminary applications that did not receive funding and the reason the applicant did not qualify.
- A specification of bonds sold, and interest rates thereon.
- The amount of other public and private funds leveraged by the assistance provided.
- A report of revenues and expenditures by program for the preceding fiscal year.
- A projection of the I-Bank's needs and requirements for the coming year.
- Recommendations for changes in state and federal law necessary to meet statutory objectives.

Obtain a Copy of the Report at: www.ibank.ca.gov or call the I-Bank at (916) 322-1399

ANNUAL ACTIVITY REPORT
FISCAL YEAR 2010/2011

INTRODUCTION

This Annual Activity Report (Annual Report) is submitted in accordance with Government Code Section 63035, which requires the California Infrastructure and Economic Development Bank (I-Bank) to submit to the Governor and the Joint Legislative Budget Committee a report of its activities for the preceding fiscal year. This Annual Report includes:

(a) (1) A listing of applications accepted, including a description of the expected employment impact of each project.

(2) A separate summary of applications for the Infrastructure State Revolving Fund Program, including a summary of the number of preliminary applications that did not receive funding and the reason the applicant did not qualify.

(b) A specification of bonds sold and interest rates thereon.

(c) The amount of other public and private funds leveraged by the assistance provided.

(d) A report of revenues and expenditures for the preceding fiscal year, including all of the I-Bank's costs. The information provided pursuant to this subdivision shall include, but need not be limited to, both of the following:

(1) The amount and source of total bank revenues. Revenues shall be shown by main categories of revenues, including interest earnings, fees collected, and bond proceeds, for each bank program.

(2) The amount and type of total bank expenditures. Expenditures shall be shown by major categories of expenditures, including loans provided, debt service payments, and program support costs, for each bank program.

(e) A projection of the I-Bank's needs and requirements for the coming year.

(f) Recommendations for changes in state and federal law necessary to meet the objectives of this division.

I-BANK OVERVIEW

The I-Bank, housed within the State of California's Business, Transportation and Housing Agency, has a mission to finance public infrastructure and private development that promote economic development, revitalize communities, and enhance the quality of life throughout California. The I-Bank's primary programs include the Infrastructure State Revolving Fund (ISRF) Program that provides direct low-cost financing to public agencies for a wide variety of public infrastructure projects, and Bond Financing Programs that provide tax-exempt conduit revenue bond financing for qualified

manufacturing companies, nonprofit organizations, public agencies, other eligible entities, and revenue bond financing for the I-Bank's own ISRF Program.

SUMMARY OF I-BANK ACTIVITIES DURING FISCAL YEAR 2010/2011

(a) (1) A listing of applications accepted, including a description of the expected employment impact of each project.

A summary of Preliminary Applications received is as follows:

Program	Number of Preliminary Applications Received	Financing Amount Requested
ISRF Program	9	$49,887,500
Bond Financing Programs[1]	2	$11,500,000
Total	**11**	$61,387,500

A summary of Financing Applications received is as follows:

Program	Number of Financing Applications Received	Financing Amount Requested
ISRF Program	2	$7,737,500
Bond Financing Programs	13	$695,065,000
Total	**15**	**$702,802,500**

A listing of these applications is contained in the following appendices:

- **Appendix 1—ISRF Program Preliminary Applications Received**
- **Appendix 2—Bond Financing Programs Preliminary Applications Received**
- **Appendix 3—ISRF Program Financing Applications Received**
- **Appendix 4—Bond Financing Programs Financing Applications Received**

Note: See subsection (b) below for expected employment impacts for approved ISRF Program loans.

(2) A separate summary of applications for the ISRF Program, including a summary of the number of preliminary applications that did not receive funding and the reason the applicant did not qualify.

The summary of ISRF Program applications is found in **Appendices 1 and 3**. A summary of the ISRF Program preliminary applications and financing applications that did not receive funding, including the reasons the application did

[1] Industrial Development Bonds are the only applicants to the Bond Financing Programs that submit a Preliminary Application. All other Bond Financing Program applicants only submit Financing Applications.

not proceed is contained in **Appendix 5—ISRF Program Preliminary Applications and Financing Applications Withdrawn or Inactive**.

(b) Specification of bonds sold and interest rates thereon.

A summary of bonds sold is contained in the following table along with a summary of Board-ISRF Program loans approved (although approved loans are not required to be reported per Government Code Section 63035.)

	Number of Loans Approved and Bonds Sold	Expected Employment Impacts—Estimated Jobs[2]	Financing Amount	Leverage
ISRF Program Approved Loans	2	31	$3,500,000	$760,847
Bond Financing Programs Bonds Sold	10	564	$203,300,000	$49,402,645
Total Loans Approved And Bonds Sold	**12**	**595**	**$206,800,000**	**$50,163,492**

Appendix 6—ISRF Program Loans Approved and **Appendix 7—Bond Financing Programs Bonds Sold** contain a detailed listing of the loans approved and bonds sold during Fiscal Year 2010/2011, along with expected employment impacts, and other project and financing information.[3]

(c) Amount of other public and private funds leveraged by the assistance provided.

See chart above and **Appendices 6 and 7** for leverage information.

(d) A report of revenues and expenditures for the preceding fiscal year, including all of the I-Bank's costs. The information provided pursuant to this subdivision shall include, but need not be limited to, both of the following:

(1) The amount and source of total bank revenues. Revenues shall be shown by main categories of revenues, including interest earnings, fees collected, and bond proceeds, for each bank program.

(2) The amount and type of total bank expenditures. Expenditures shall be shown by major categories of expenditures, including loans provided, debt service payments, and program support costs, for each bank program.

Appendix 8—Audited Statement of Revenues, Expenses, and Changes In Net Assets of the California Infrastructure and Economic Development Bank contains the audited revenues and expenses of the I-Bank's two funds, the California Infrastructure and Economic Development (CIEDB) Fund and the

[2] Includes both construction jobs and full-time equivalent jobs.

[3] Applications for several loans approved and bonds sold in the 2010/2011 fiscal year were submitted in the prior fiscal year.

California Infrastructure Guarantee Trust Fund (Guarantee Trust Fund). The audit is prepared on a full accrual basis.

Appendix 9—Statement of Cash Flows by Program of the California Infrastructure and Economic Development Bank contains cash flows by program for the CIEDB Fund and the Guarantee Trust Fund.

(e) A projection of the I-Bank's needs and requirements for the coming year.

During the 2011/2012 fiscal year, the I-Bank intends to continue to work closely with the Governor's Office to develop strategic initiatives and programs that will contribute to the Governor's clean energy and jobs goals. Additional staffing will likely be necessary should the I-Bank expand existing programs or undertake new programs.

(f) Recommendations for changes in State and Federal law necessary to meet the objectives of this division.

The I-Bank does not recommend any changes in State or Federal law at this time for existing programs. It is unknown if any changes to State or Federal laws will be necessary to facilitate the administration of any new programs.

APPENDICES

Appendix 1—ISRF Program Preliminary Applications Received
Appendix 2—Bond Financing Programs Preliminary Applications Received
Appendix 3—ISRF Program Financing Applications Received
Appendix 4—Bond Financing Programs Financing Applications Received
Appendix 5—ISRF Program Preliminary Applications Withdrawn or Inactive
Appendix 6—ISRF Program Loans Approved
Appendix 7—Bond Financing Programs Bonds Sold
Appendix 8—Audited Statement of Revenues, Expenses and Changes in Net Assets of the California Infrastructure and Economic Development Bank
Appendix 9—Statement of Cash Flows by Program of the California Infrastructure and Economic Development Bank

APPENDIX 1—ISRF PROGRAM PRELIMINARY APPLICATIONS RECEIVED Fiscal Year 2010/2011			
Name of Applicant	**Project Location**	**Proposed Project Description**	**Amount Requested**
San Joaquin County Service Area44 Zone E	County of San Joaquin	Sewage Collection and Treatment: Construct improvements to correct operational deficiencies at existing waste water treatment plant.	$740,000
San Joaquin County Service Area44 Zone G	County of San Joaquin	Sewage Collection and Treatment: Construct improvements to correct operational deficiencies at existing waste water treatment plant.	$910,000
City of Delano	City of Delano	Public Safety Facilities: Construct a police station.	$10,000,000
San Luis Obispo Regional Transit Authority	City of San Luis Obispo	Public Transit: Acquire transit bus maintenance and operation facility.	$7,200,000
Redevelopment Agency of the City of San Diego	City of San Diego	Parks and Recreational Facilities: Construct multi-purpose building at North Chollas Community Park.	$2,000,000
Humboldt Community Services District	County of Humboldt	Sewage Collection and Treatment: Construct new wastewater conveyance components within an existing wastewater system.	$10,000,000
Coastside County Water District	County of San Mateo	Water Treatment and Distribution: Add new water system pre-treatment units.	$6,737,500
City of San Bernardino Municipal Water Department	County of San Bernardino	Drainage, Water Supply, and Flood Control: Construct a 12 million gallon circular, pre-stressed concrete reservoir.	$10,000,000
City of Williams	City of Williams	Water Treatment and Distribution; Drainage, Water Supply, and Flood Control: Install three new water filters on existing wells, and construct a new well and reservoir.	$2,300,000
Total ISRF Program Preliminary Applications Received	**9**		**$49,887,500**

APPENDIX 2—BOND FINANCING PROGRAMS PRELIMINARY APPLICATIONS RECEIVED Fiscal Year 2010/2011				
Name of Applicant	**Project Location**	**Type of Financing[4]**	**Proposed Project Description**	**Amount Requested**
KAKS Properties, LLC	Community of Valencia County of Los Angeles	IDB	Acquire and install a solar panel system on the existing manufacturing facility, and refund bonds previously issued by the I-Bank in 2003.	$2,500,000
Bay Photo, Inc.	City of Scotts Valley	IDB	Acquire three parcels of property totaling approximately 17 acres containing three vacant buildings totaling approximately 140,000 square feet, and construct, develop and equip improvements thereto.	$9,000,000
Total Bond Financing Programs Preliminary Applications Received	**2**			**$11,500,000**

4 "IDB" means industrial development conduit revenue bond. IDB applicants are the only applicants to the Bond Financing Programs that submit a Preliminary Application. All other Bonds Financing Programs applicants only submit Financing Applications.

APPENDIX 3—ISRF PROGRAM FINANCING APPLICATIONS RECEIVED Fiscal Year 2010/2011			
Name of Applicant	**Project Location**	**Proposed Project Description**	**Amount Requested**
McKinleyville Community Services District	County of Humboldt	Water Treatment and Distribution: Construct and improve water system pump station, including the installation of two new vertical turbine pumps equipped with variable frequency drives, and tie-in to existing lines. Upgrade electrical service equipment, install a new generator, construct a new concrete pad and install an emergency chlorination system.	$1,000,000
Coastside County Water District	County of San Mateo	Water Treatment and Distribution: Design, construct and install new water system pre-treatment units that will reduce the raw water turbidity to meet California Department of Public Health requirements; upgrade the wash water handling system; and improve the chemical storage and feed systems, plant control system, and raw water pumps to the Denniston Creek Water Treatment Plant.	$6,737,500
Total ISRF Program Financing Applications Received	**2**		**$7,737,500**

APPENDIX 4—BOND FINANCING PROGRAM FINANCING APPLICATIONS RECEIVED Fiscal Year 2010/2011				
Name of Applicant	**Project Location**	**Type of Financing[5]**	**Proposed Project Description**	**Amount Requested**
KAKS Properties, LLC	Community of Valencia County of Los Angeles	IDB	Acquire and install a solar panel system on the existing manufacturing facility, and refund bonds previously issued by the I-Bank in 2003.	$2,500,000
Columbia College doing business as Columbia College Hollywood	Community of Tarzana City of Los Angeles	501(c)(3)	Refinance a portion of existing debt used to finance the cost of acquiring, constructing, rehabilitating, improving, equipping and general development of the campus facilities to achieve cost savings.	$5,240,000
Maguire Aviation III	City of Los Angeles	Exempt Facility	Acquire leasehold interest on 9.7 acres of airport property, and develop and construct approximately 128,000 new hangar and office space.	$57,000,000
Claremont University Consortium	City of Claremont	501(c)(3)	Renovate an existing facility used to house Central Facilities Services to add office space and expand an existing parking area.	$9,000,000
Cascade Sierra Solutions	Statewide	501(c)(3)	Leverage a revolving loan fund to provide new loan proceeds to Cascade Sierra Solutions to finance equipment that will provide cleaner and more efficient trucks and trailers to comply with the CA Air Resource Board's air quality standards.	$300,000,000
Loyola High School	City of Los Angeles	501(c)(3)	Refund City of Los Angeles bonds to restructure the bonds to eliminate non-compliant letter of credit.	$22,000,000
Sage Hill School	Community of Newport Coast City of Newport Beach	501(c)(3)	Refund I-Bank bonds issued in 2008 that financed a new center for creative studies facility, and refinance an existing bank loan used to construct the original school facility to achieve cost savings; and provide working capital for the school.	$24,000,000

[5] "501(c)(3)" means qualified 501(c)(3) conduit revenue bond or loan.

APPENDIX 4—BOND FINANCING PROGRAM FINANCING APPLICATIONS RECEIVED Fiscal Year 2010/2011				
Name of Applicant	**Project Location**	**Type of Financing[5]**	**Proposed Project Description**	**Amount Requested**
Saddleback Valley Christian	City of San Juan Capistrano	501(c)(3)	Refinance the cost to acquire, construct, develop and equip improvements to the school's facilities to achieve cost savings; and finance additional improvements to the school's facilities.	$21,000,000
Village School, Inc.	Community of Pacific Palisades City of Los Angeles	501(c)(3)	Refund City of Los Angeles bonds to provide new letter of credit and finance the cost to construct, remodel and equip additional school's facilities.	$9,000,000
San Francisco Ballet Association	City of San Francisco	501(c)(3)	Refund I-Bank bonds issued in 2008 which restructured previous financings that began in 2002 and were used to acquire, construct, rehab, and equip: an administration building; sets and costumes; warehouse space; computer hardware upgrades; and the War Memorial Opera House.	$30,000,000
Orange County Performing Arts Center doing business as Segerstrom Center for the Arts	City of Costa Mesa	501(c)(3)	Refund 2008C bonds issued by I-Bank, which were used to finance a portion of the Orange County Performing Arts Center.	$56,550,000
The Broad Collection	City of Los Angeles	501(c)(3)	Finance an 114,000 square foot new art museum, facilities and related infrastructure, including a portion of a three level public parking garage, a public plaza and certain streetscape improvements along Grand Avenue.	$150,000,000
Bay Photo, Inc.	City of Scotts Valley	IDB	Acquire three parcels of property totaling approximately 17 acres containing three vacant buildings totaling approximately 140,000 square feet, and construct, develop and equip the improvements.	$8,775,000
Total Bond Financing Programs Financing Applications Received	**13**			**$695,065,000**

APPENDIX 5—ISRF PROGRAM PRELIMINARY APPLICATIONS WITHDRAWN OR INACTIVE Fiscal Year 2010/2011						
Name of Applicant	**Project Location**	**Amount Requested**	**Category and Proposed Project Description**	**Date Received**	**Date Withdrawn/ Made Inactive**	**Reason(s)**
City of Emeryville Redevelopment Agency	County of Alameda	$2,000,000	Public Transit: Construct a 125-space public parking lot within a new transit center.	10/29/2009	7/9/2010	Inactive. Applicant requested application be made inactive until existing debt obligations covenants can be modified.
San Joaquin County Service Area 44 Zone E	County of San Joaquin	$740,000	Sewage Collection and Treatment: Construct improvements to correct operational deficiencies at existing waste water treatment plant.	7/1/2010	7/21/2010	Ineligible. —Project construction started and was substantially complete prior to application submittal..
San Joaquin County Service Area 44 Zone G	County of San Joaquin	$910,000	Sewage Collection and Treatment: Construct improvements to correct operational deficiencies at existing waste water treatment plant.	7/2/2010	7/21/2010	Ineligible. Project construction started and was substantially complete prior to application submittal.
Arcade Creek Recreation and Park District	County of Sacramento	$500,000	Parks and Recreational Facility: Construct sports, parking and landscaping facilities.	3/3/2010	9/21/2010	Ineligible. Potential project total point score deemed likely to not meet minimum threshold, and inability to meet credit criteria.
City of Delano	City of Delano	$10,000,000	Public Safety Facilities: Construct a police station.	8/18/2010	9/30/2010	Inactive. Applicant requested application be made inactive while exploring other financing opportunities.
San Luis Obispo Regional Transit Authority	City of San Luis Obispo	$7,200,000	Public Transit: Acquire transit bus maintenance and operation facility.	10/27/2010	7/9/2010	Withdrawn. Applicant requested application be withdrawn due to high Project purchase costs.
Redevelopment Agency of the City of San Diego	City of San Diego	$2,000,000	Parks and Recreational Facilities: Construct multiple-purpose building at North Chollas Community Park.	10/26/2010	1/21/2011	Inactivate. Applicant requested application be made inactive due to legislation impacting redevelopment agencies.
Humboldt Community Services District	County of Humboldt	$10,000,000	Sewage Collection and Treatment: Construct new wastewater conveyance components within an existing wastewater system.	12/10/2010	3/16/2011	Withdrawn. Applicant requested application be withdrawn until new rates are implemented and a separate enterprise is created for the wastewater system.
Total ISRF Program Preliminary Applications Withdrawn or Inactive	**8**	**$33,350,000**				

APPENDIX 6—ISRF PROGRAM LOANS APPROVED Fiscal Year 2010/2011						
Name of Borrower	**Project Location**	**Interest Rate**	**Project Description**	**Public Benefits (Including Expected Employment Impact)**[6]	**Financing Amount**	**Leverage**
El Dorado County Fire Protection District	County of El Dorado	3.24%	Public Safety Facilities: Design and construction of a 9,094 square foot fire station (El Dorado County Fire Station 28) on 1.21 acres of land owned by the District, and the purchase and installation of equipment and improvements, including a vehicle exhaust ventilation system, decontamination shower, communications equipment, appliances and an LED sign.	A state of the art public safety facility that will accommodate a larger, permanent, full-time, male and female fire safety staff on duty 24/7 that will be constructed to comply with current earthquake standards and Americans with Disability Act. The project will provide effective and reliable fire protection to the recently constructed Shingle Springs Rancheria Red Hawk Casino. Permanent jobs: 18 Estimated Construction jobs: 8.5	$2,500,000	$493,075

[6] Estimated construction payroll is calculated at 20% of total project construction costs (the average of receipts-to-payroll for the construction industry). Construction jobs are calculated on a person year basis rather than on a permanent basis by dividing the estimated construction payroll by the average annual wage for construction in the county in which the Project is located. County level construction wage data was obtained from the Employment Development Department's website at www.labormarketinfo.edd.ca.gov. County construction wage data for calendar year 2010 was used to calculate estimated construction jobs.

APPENDIX 6—ISRF PROGRAM LOANS APPROVED Fiscal Year 2010/2011							
Name of Borrower	**Project Location**	**Interest Rate**	**Project Description**	**Public Benefits (Including Expected Employment Impact)[6]**		**Financing Amount**	**Leverage**
McKinleyville Community Services District	County of Humboldt	3.37%	Water Treatment and Distribution: Design, construction, and improvement of the Grant A. Ramey Pump Station including the installation of two new water system vertical turbine pumps equipped with variable frequency drives and tie-in to existing lines, the upgrade of electrical service equipment, installation of a new generator, construction of a new concrete pad and the installation of an emergency chlorination system.	Enhance water supply for peak use periods and fire flows for the entire service area, and supports planned development at the Arcata-Eureka airport industrial park. Permanent jobs: 0 Estimated Construction jobs: 4.7		$1,000,000	$267,772
Total ISRF Program Loans Approved	**2**			**Estimated FTE[7] Jobs: 18**	**Estimated Construction Jobs: 13.2**	**$3,500,000**	**$760,847**
				Total Estimated Jobs: 31.2			

[7] "FTE" means full-time equivalent.

APPENDIX 7—BOND FINANCING PROGRAMS BONDS SOLD Fiscal Year 2010/2011							
Name of Borrower	**Project Location**	**Type of Financing**	**Interest Rate**	**Project Description**	**Public Benefits (Including Expected Employment Impact)**	**Financing Amount**	**Leverage**
USC Health Science Building, LLC	City of Los Angeles	501(c)(3)	Fixed Rate 4.07% TIC[8]	Demolish an existing 95,000 square foot structure and construction of a three story 120,000 square foot building with an adjacent courtyard and exterior multipurpose space.	Create much needed space for clinical and academic research, education and administration as well as training and conferencing space. Permanent jobs: 100 Estimated Construction jobs: 135.3	$36,975,000	$0
Buck Institute for Age Research	City of Novato	501(c)(3)	Variable Rate	Construct research facilities and refund up to $10 million of the outstanding 2001 Bonds issued by I-Bank.	Advance biomedical research and graduate-level education in the life sciences and health professions, improve the California healthcare system, and reduce long-term health cost through therapies derived from stem cell research. LEED certified building Permanent jobs: 150 Estimated Construction jobs: 141.3	$30,000,000	$20,500,000
KAKS Properties, LLC/Hydro Systems, Inc.	Community of Valencia County of Los Angeles	IDB	Variable Rate	Purchase and install a solar panel system on the manufacturing facility and refinance the outstanding 2003 Bonds issued by I-Bank.	Reduce electricity consumption by 70% resulting in estimated annual cost savings of $80,000 to $100,000. Permanent jobs: 10 Estimated Construction jobs: 7.5	$2,500,000	$580,700

[8] "TIC" means True Interest Cost.

APPENDIX 7—BOND FINANCING PROGRAMS BONDS SOLD Fiscal Year 2010/2011							
Name of Borrower	**Project Location**	**Type of Financing**	**Interest Rate**	**Project Description**	**Public Benefits (Including Expected Employment Impact)**	**Financing Amount**	**Leverage**
Columbia College doing business as Columbia College Hollywood	Community of Tarzana City of Los Angeles	501(c)(3)	Variable Rate	Refinance a portion of existing debt used to finance the cost of acquiring, constructing, rehabilitating, improving, equipping and general facility development.	Estimated annual cost savings of over $200,000 , thereby increasing revenue to support an expansion of services to students.	$5,240,000	$214,285
Sage Hill School	Community of Newport Coast City of Newport Beach	501(c)(3)	Fixed Rate 4.625%	Refund 2008 Bonds issued by I-Bank used to finance a new center for creative studies facility; refinance an existing bank loan used to construct the original school facility, and provide working capital.	Estimated annual cost savings of over $451,000 will result in reduced operating costs, thereby increasing revenue to support an expansion of services to students.	$20,980,000	$0
Saddleback Valley Christian	City of San Juan Capistrano	501(c)(3)	Variable Rate	Refinance the cost of acquiring, constructing, rehabilitating, improving, and general facility development; and finance additional facility improvements.	Enable facility expansion to increase enrollment by 600 students. Estimated annual cost savings of over $1.5 million thereby increasing revenue to support an expansion of services to students. Permanent jobs: 0 Estimated Construction jobs: 16.9	$20,725,000	$0

APPENDIX 7—BOND FINANCING PROGRAMS BONDS SOLD Fiscal Year 2010/2011							
Name of Borrower	**Project Location**	**Type of Financing**	**Interest Rate**	**Project Description**	**Public Benefits (Including Expected Employment Impact)**	**Financing Amount**	**Leverage**
Loyola High School of Los Angeles	City of Los Angeles	501(c)(3)	Variable Rate	Refund City of Los Angeles Adjustable Rate Certificates of Participation.	Estimated annual cost savings of approximately $2 million thereby increasing revenue to support an expansion of services to students.	$19,000,000	$300,000
Village School, Inc.	Community of Pacific Palisades City of Los Angeles	501(c)(3)	Variable Rate	Refund City of Los Angeles Adjustable Rate Certificates of Participation, and to finance the construction, remodeling and equipping of facilities, including a library, computer lab and offices.	Estimated annual cost savings of approximately $2.7 million. Reposition and upgrade existing facilities located at the main campus improving specialized programs for students. Permanent jobs: 0 Estimated Construction jobs: 3.3	$9,880,000	$70,000
San Francisco Ballet	City of San Francisco	501(c)(3)	Fixed Rate 4.45%	Refund up to $30 million of the outstanding 2008 Bonds issued by I-Bank.	Mitigate interest rate risk to allow for better budgeting that will facilitate the continued provision of cultural activities.	$30,000,000	$0
Orange County Performing Arts Center doing business as Segerstrom Center for the Arts	City of Costa Mesa	501(c)(3)	Fixed Rate 5.44%	Refund the outstanding 2008C Bonds issued by I-Bank, the proceeds of which were used to finance a portion of the Orange County Performing Arts Center,.	Estimated cost savings of between $15,000 and $60,000 a month thereby increasing revenue to support continued cultural enrichment activities.	$28,000,000	$27,737,660

APPENDIX 7—BOND FINANCING PROGRAMS BONDS SOLD Fiscal Year 2010/2011								
Name of Borrower	**Project Location**	**Type of Financing**	**Interest Rate**	**Project Description**	**Public Benefits (Including Expected Employment Impact)**		**Financing Amount**	**Leverage**
Total Bond Financing Programs Bonds Sold	**10**				**Estimated FTE Jobs: 260**	**Estimated Construction Jobs: 304.3**	**$203,300,000**	**$49,402,645**
					Total Estimated Jobs: 564.3			

APPENDIX 8—AUDITED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS OF THE CALIFORNIA INFRASTRUCTURE AND ECONOMIC DEVELOPMENT BANK[9]

(A COMPONENT UNIT OF THE STATE OF CALIFORNIA)

Fiscal Year 2010/2011

	California Infrastructure and Economic Development Bank Fund	California Infrastructure Guarantee Trust Fund	Total
OPERATING REVENUES			
Interest on loans receivable	$ 10,442,066		$ 10,442,066
Administration fees	$ 1,535,375		$ 1,535,375
Total operating revenues	$ 11,977,441		$ 11,977,441
OPERATING EXPENSES			
Interest on revenue bond debt	$ 5,708,393		$ 5,708,393
Amortization of revenue bond issuance costs	$ 152,327		$ 152,327
Program support[10]	$ 2,673,325		$ 2,673,325
Total operating expenses	$ 8,534,045		$ 8,534,045
OPERATING INCOME	$ 3,443,396		$ 3,443,396
NONOPERATING REVENUE			
Investment income	$ 362,472	$ 118,558	$ 481,030
Total nonoperating revenue	$ 362,472	$ 118,558	$ 481,030
Change in net assets	$ 3,805,868	$ 118,558	$ 3,924,426
NET ASSETS, Beginning of year	$ 242,497,524	$ 24,313,832	$ 266,811,356
NET ASSETS, End of year	$ 246,303,392	$ 24,432,390	$ 270,735,782

[9] The Statement of Revenues, Expenses, and Changes in Net Assets is prepared on an accrual basis of accounting in accordance with generally accepted accounting principles. Data is from the Comprehensive Annual Financial Report of the I-Bank for the year ending June 30, 2011.

[10] Program support expenses represent administrative expenses of the I-Bank.

APPENDIX 9—STATEMENT OF CASH FLOWS BY PROGRAM OF THE CALIFORNIA INFRASTRUCTURE AND ECONOMIC DEVELOPMENT BANK[11]

(A COMPONENT UNIT OF THE STATE OF CALIFORNIA)

Fiscal Year 2010/2011

	California Infrastructure and Economic Development Bank Fund		California Infrastructure Guarantee Trust Fund	
	ISRF Program	Bond Financing Programs[12]		Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipt of interest on loans receivable	$10,590,495	--	--	$10,590,495
Receipt of administration fees	$1,089,014	$439,890	--	$1,528,904
Receipt of loan origination fees	$21,250	--	--	$21,250
Receipt of principal on loans receivable	$11,383,803	--	--	$11,383,803
Payment of outstanding loan commitments[13]	($19,816,524)	--	--	($19,816,524)
Payment of program support	$1,544,856	$879,772	--	($2,424,628)
Net cash provided by operating activities				**$1,283,300**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES[14]				
Refund of revenue bond issuance costs	$4,048	--	--	$4,048
Payment of principal on revenue bond debt	($5,135,000)	--	--	($5,135,000)
Payment of interest on revenue bond debt	($6,143,803)	--	--	($6,143,803)
Net cash used for noncapital financing activities				**($11,274,755)**
CASH FLOWS FROM INVESTING ACTIVITIES				
Receipt of interest on investments	$80,184	$23,405	$123,150	$226,739
Purchase of investments				($10,474,542)
Net cash used for investing activities				**($10,247,803**
CHANGE IN CASH AND EQUIVALENTS				($20,239,258)
CASH AND EQUIVALENTS, Beginning of year				**$113,447,173**
CASH AND EQUIVALENTS, End of year				**$93,207,915**

[11] This information is being provided pursuant to Government Code Section 63035(d). Cash flow data is from the Comprehensive Annual Financial Report of the I-Bank for the year ended June 30, 2011, except administration fees, program support and interest on investments data is from internal I-Bank records.

[12] Conduit bonds issued through the I-Bank's Bond Financing Programs do not constitute a debt or liability of the State or of any political subdivision of the State, other than a limited obligation of the I-Bank payable solely from the pledged revenues of the conduit borrower, nor are a pledge of the faith and credit of the State or any political subdivision thereof. As such, the conduit bonds issued by the I-Bank's Bond Financing Programs are not reflected on the I-Bank's financial statements.

[13] "Payment of outstanding loan commitments" means loan disbursements and also means local assistance.

[14] "Cash flows from noncapital financing activities" represents the payment of principal and interest on bonds issued by the I-Bank to leverage the ISRF Program.