

RESOLUTION 09-36

RESOLUTION OF THE CALIFORNIA INFRASTRUCTURE AND ECONOMIC DEVELOPMENT BANK (I-BANK) ESTABLISHING A LIST OF FINANCIAL ADVISORY FIRMS ELIGIBLE FOR APPOINTMENT BY THE EXECUTIVE DIRECTOR AS FINANCIAL ADVISOR FOR ONE OR MORE FUTURE POOL BOND ISSUANCES UNDERTAKEN BY THE I-BANK

WHEREAS, the California Infrastructure and Economic Development Bank (the “I-Bank”) is formed within state government for the purpose of administering the provisions of the Bergeson-Peace Infrastructure and Economic Development Bank Act (the “Act”); and

WHEREAS, the Act authorizes the I-Bank to issue revenue bonds for its purposes, including to provide funds for the payment of costs of economic development facilities and public development facilities, to refund previous obligations of the I-Bank or a sponsor, and to provide funds for expenditures of the I-Bank incident to issuance of bonds or refunding bonds; and

WHEREAS, I-Bank staff is pursuing opportunities to issue bonds to finance pools of projects which may represent economic development facilities and public development facilities pooled bond opportunities, primarily as a result of new public finance mechanisms authorized by the federal American Recovery and Reinvestment Act of 2009; and

WHEREAS, I-Bank staff wishes to obtain financial advisory assistance in connection with the structuring and the proposed issuance and sale of such “pooled bonds” and any subsequent issuance and sale of such bonds; and

WHEREAS, the Act authorizes the I-Bank to engage the services of financial consultants and other advisers as may, in the I-Bank’s judgment, be necessary in connection with the issuance and sale of any bonds, loans, notes, commercial paper and any other evidences of indebtedness or ownership; and

WHEREAS, pursuant to that power the I-Bank sent a Request for Qualifications for Pre-Qualified List of Financial Advisory Firms for Pooled Bond Issuances (“RFQ”) to every firm on the then-current Financial Advisor Pool list maintained by the State Treasurer’s Office; and

WHEREAS, eight responses were received, and following a review by I-Bank staff the following six firms are proposed for appointment to a list of firms that can be selected by the Executive Director to act as financial advisor to the I-Bank either individually or in conjunction with another firm chosen from the list to also act as financial advisor to the I-Bank in connection with the issuance and sale of such “pooled bonds:”

- CSG Advisors Incorporated;
- First Southwest Company;
- KNN Public Finance;
- Lamont Financial Services Corporation;
- Sequoia Financial Group LLC and Urban Futures, Inc.; and
- The PFM Group

WHEREAS, it is proposed that the Executive Director be authorized to enter into an engagement letter with one or more of the listed firms to provide financial advisor services in connection with the issuance and sale of pooled bonds during the three year period following the adoption of this Resolution; and

WHEREAS, it is proposed that any engagement letter with such firms provide for compensation from bond proceeds upon successful issuance and sale of pooled bonds; and

NOW THEREFORE, BE IT RESOLVED by the Board of Directors of the I-Bank as follows:

Section 1. The above findings are true and correct in all material respects.

Section 2. The following six firms are hereby appointed to a list of firms that can be selected by the Executive Director to act as financial advisor to the I-Bank either individually or in connection with the issuance and sale of pooled bonds:

- CSG Advisors Incorporated;
- First Southwest Company;
- KNN Public Finance;
- Lamont Financial Services Corporation;
- Sequoia Financial Group LLC and Urban Futures, Inc.; and
- The PFM Group

Section 3. An engagement letter may be entered into with one or more of these firms to provide financial advisory services in connection with the issuance and sale of pooled bonds during the three year period following the adoption of this Resolution, provided that any such engagement letter provide for compensation from bond proceeds upon successful issuance and sale of pooled bonds.

Section 4. This resolution shall become effective upon adoption.

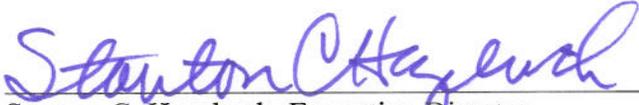
PASSED, APPROVED AND ADOPTED this 25th day of August, 2009, by the following vote:

AYES: Berte, Lujano, Sheehy, Aguiar, Rice

NOES: NONE

ABSENT: NONE

ABSTAIN: NONE


Stanton C. Hazelroth, Executive Director

ATTEST:


Roma Cristia-Plant, Secretary