

THE CALIFORNIA DEBT LIMIT ALLOCATION COMMITTEE

July 18, 2012

Staff Report

**REQUEST FOR A RE-ALLOCATION OF QUALIFIED ENERGY CONSERVATION BOND ALLOCATION
FOR A QUALIFIED ENERGY CONSERVATION BOND PROJECT/PROGRAM**

Prepared by: Richard Fischer

Eligible QECB Reallocation Applicant: City and County of San Francisco

Eligible QECB Reallocation Issuer: City and County of San Francisco

Allocation Amount Requested:
Governmental Use: \$1,400,000

Project/Program Information:
Name: San Francisco PACE "GREENFINANCESF"
Program
Project/Program Address: Pier 1, Bay 1
Project/Program City, County, Zip Code: San Francisco, San Francisco, 94111

Project Financing Information:
Bond Counsel: Jones Hall, A Professional Law Corporation
Underwriter: Stone & Youngberg LLC
Credit Enhancement: Not Applicable
Private Placement Purchaser: Not Applicable
Public Sale: Not Applicable

QECB Reallocation Category and Type:
Loan/Grant Type: Loan

Qualified Conservation Purpose Requirement:

The Applicant has provided a legal memo from bond counsel confirming that the project/program meets the "qualified conservation purpose" requirement as defined by IRS Notice 2009-29.

Readiness Requirement:

The Applicant has provided a thorough and complete time schedule for the project/program, and the Applicant has certified that the time schedule is a realistic estimate of their project's/program's timeline.

Public Entitlements Requirement:

The Applicant has certified that they have obtained (or will obtain before issuance) all required public entitlements that are required for QECSBs to be issued.

Description of Public Benefits:

Anticipated Number of Loans to be funded per \$10,000 of allocation used = 1.00

Comments:

The City and County of San Francisco is generating a loan through their GREENFINANCESF program for the Pier 1, Bay 1 Project.

Details of Project Financing:

Estimated Total Project/ Program Cost:	\$1,442,000
Sources of Funds:	
Qualified Energy Conservation Bond Proceeds	\$ 1,400,000
Other Sources	\$ 42,000
Total Sources	<u>\$ 1,442,000</u>

Uses of Funds:	<u>QECCB Proceeds</u>	<u>All Other Sources</u>
Acquisition and Installation of New Equipment:		
(a) Invoice	\$ 1,400,000	\$ \$0
(b) Installation	\$ 0	\$ \$0
(c) Other	\$ 0	\$ \$0
Bond Issuance Expenses (including discount)	\$ 0	\$ 42,000
Total Uses	<u>\$ 1,400,000</u>	<u>\$ 42,000</u>

Legal Questionnaire:

The Staff has reviewed the Applicant’s responses to the questions contained in the Legal Status portion of the application. No information was disclosed to question the financial viability or legal integrity of the Applicant.

Total Points: 10 out of 22

[See Attachment A]

Recommendation:

Staff recommends that the Committee approve \$1,400,000 in Qualified Energy Conservation Bond Re-Allocation.

ATTACHMENT A

EVALUATION SCORING:

Qualified Conservation Purpose Points	Maximum Points Allowed	Points Scored
Qualified Facilities	10	0
Mass Commuting Facilities	12	0
Rural Development	12	0
Publicly Owned Building(s) (also show bonus points here)	10	0
Research Investments	10	0
Demonstration Project(s)	10	0
Public Education Campaign(s)	10	0
Loan/Grant Program	10	10
Total Points	22	10

The criteria for which points are awarded will also be incorporated into the Resolution transferring Allocation to the Applicant as well as the appropriate bond documents and loan and finance agreements.