

THE CALIFORNIA DEBT LIMIT ALLOCATION COMMITTEE
January 26, 2011
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: CAEATFA

Eligible QECB Reallocation Issuer: CAEATFA

Allocation Amount Requested:
Governmental Use: \$20,500,000

Project/Program Information:
Name: Yuba Community College Photovoltaic Project
Project/Program Address: Various (please see below)
Project/Program City, County, Zip Code: Various (please see below)

Site A: 2088 North Beale Road, Marysville, Yuba County, 95901
Site B: 2300 East Gibson Road, Woodland, Yolo County, 95776-5156
Site C: 3301 East Onstott Road, Yuba City, Sutter County, 95991-8829
Site D: 99 Ella Stree (Husted Rd and E St), Williams, Colusa County, 95987

Project Financing Information:
Bond Counsel: Jones Hall, A Professional Law Corporation
Underwriter: Southwest Securities, Inc.
Credit Enhancement: Not Applicable
Private Placement Purchaser: Not Applicable
Public Sale: Investor grade rating of A

QECB Reallocation Category and Type:
Qualified Facility Type: Solar
Mass Commuting Type: Not Applicable
Renewable Resource Type (Rural Development): Not Applicable
Publicly Owned Building Type: Not Applicable
Research Investment Type: Not Applicable
Demonstration Project Type: Not Applicable
Public Education Campaign Type: Not Applicable
Loan/Grant Type: Not Applicable

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 QECCBs to be issued.

Description of Public Benefits:

Estimated Production of Kilowatt Hours of Electricity = 7,140,597 kWh per year

Comments:

The Yuba Community College Photovoltaic Project took first place in the Qualified Facility Category based on their total estimated electricity production.

Details of Project Financing:

Estimated Total Project/ Program Cost:	\$20,500,000
Sources of Funds:	
Qualified Energy Conservation Bond Proceeds	\$ 20,500,000
Total Sources	\$ 20,500,000

Uses of Funds:	<u>QECB Proceeds</u>
Fees and Other Charges Related To Sale	\$ 1,333,950
Construction and Installation	\$ 5,079,271
Interconnection Cost Connection	\$ 1,949,619
PV Equipment Cost:	\$ 11,184,658
Engineering/Design Cost	\$ 359,140
Legal, Permits, etc.	\$ 205,223
Bond Issuance Expenses (including discount)	\$ 388,139
Total Uses	<u>\$ 20,500,000</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: 14 out of 22
[See Attachment A]

Recommendation:

Staff recommends that the Committee approve a reduced amount of \$7,028,208 in Qualified Energy Conservation Bond Re-Allocation due to the current allocation availability.

ATTACHMENT A

EVALUATION SCORING:

Qualified Conservation Purpose Points	Maximum Points Allowed	Points Scored
Qualified Facilities	10	10
Mass Commuting Facilities	12	0
Rural Development	12	4
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	0
Total Points	22	14

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.