

CALIFORNIA POLLUTION CONTROL FINANCING AUTHORITY

Office Location: 801 Capitol Mall, 2nd Floor Sacramento, CA 95814

Mailing Address: P.O. Box 942809 Sacramento, CA 95814 p (916) 654-5610 f (916) 657-4821 cpcfa@treasurer.ca.gov www.treasurer.ca.gov/cpcfa MEMBERS

JOHN CHIANG, CHAIRMAN State Treasurer

> BETTY YEE State Controller

MICHAEL COHEN Director of Finance

EXECUTIVE DIRECTOR
Reneé Webster-Hawkins

CPCFA Trustee Services RFP

CPCFA06-16

Questions from Prospective Proposers

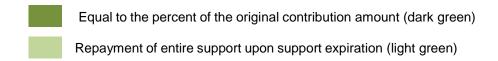
1. <u>RFP Page 4 – How the Lending Programs Work – Subsection (a):</u> Is there historic data available as to what % of Lenders are allowed to hold the Loss Reserve deposits versus the Trustee?

Approximately 35% are lender held; 65% are trustee held.

2. <u>RFP Page 5 – Collateral Support Program – Subsection (b):</u> Historically, does the CPCFA recapture a portion of the initial support, and if so, is it at the CPCFA's sole discretion?

The collateral support amount for each loan will be reduced annually following an incremental recapture schedule:

	Annual Review			
Original Term of Support	1	2	3	4
0-12 Months				
12.1-24 Months	50			
24.1-36 Months	33.33	33.33		
36.1-48 Months	25	25	25	



3. <u>RFP Page 6 – CalCAP/ADA Program – Subsection (e):</u> Is there historic data available as to what % of Lenders are allowed to hold the Loss Reserve deposits versus the Trustee.

The CalCAP/ADA Program is brand new. There is currently only one lender that has signed up and they have not submitted a loan as of 10/4/16.

4. RFP Page 9 – Maintenance of Funds and Accounts – Subsection (d)(i): Can you further elaborate on the Trustee's duties in connection with non-Trustee held accounts? Will those PFI's have requirements to provide monthly account activity statements to the Trustee? Will the Trustee have the duty to "monitor" the Loss Reserve balances or simply provide recordkeeping information as it's reported to the Trustee by the PFI?

The lender held PFI's are required to provide monthly statements to CalCAP, not to the trustee. The trustee will transfer money to and receive deposits from the lender held accounts per CalCAP instruction.