

**CALIFORNIA CAPITAL ACCESS
PROGRAM
Independent Contributor Contract
Amendment
May 28, 2008**

Information Item

STAFF SUMMARY-CPCFA

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ISSUE: This item is being presented to the Board for informational purposes. The California Pollution Control Financing Authority (the “Authority”) is organized and operating pursuant to Section 44500 through 44563 of the California Health and Safety Code (the “Act”). The Act and existing regulations of the Authority (Title 4, CCR Sections 8070-8079, the “regulations”) provide for the California Capital Access Program for Small Businesses (“CalCAP”) to assist small businesses to obtain financing. The Independent Contributor program has been a very successful part of CalCAP. The current Independent Contributor Interagency Agreement between the Authority and California Integrated Waste Management (CIWMB), due to expire June 15, 2008, will be extended to June 15, 2011.

BACKGROUND: On January 21, 1999, the Authority entered into an 18-month interagency agreement with CIWMB in which CIWMB would act as an Independent Contributor for the CalCAP Program. Subsequent to the end of the initial agreement period, the contract has been renewed annually.

Under the current Independent Contributor Program, CIWMB has agreed to pay the loan loss reserve contributions of the borrower and the Authority for loans in which the proceeds will be used for waste diversion. Recent changes to the CalCAP Regulations now allow Independent Contributors to make the loan loss reserve contributions of lenders as well. Since the inception of the CIWMB Independent Contributor Program, 10 businesses have had their loan loss reserve contributions paid by CIWMB. CIWMB has paid \$104,000 toward the premiums of borrowers like Arrow Recycling, a recycler of scrap metal, and Winplast, LLC, a manufacturer of plastic mold products. See Attachment A for detailed information on those qualified businesses.

SUMMARY OF CHANGES: The interagency agreement between the Authority and CIWMB allocates \$500,000 of CIWMB funds towards the Independent Contributor program. The proposed amendment outlines several non-substantive changes and clarifies certain aspects of that agreement. In addition to those changes, the agreement period, due to expire June 15, 2008, will be extended to June 15, 2011.

Attachment A



California Integrated Waste Management Board

Contract #: IWM - C8021

Term: July 18, 1999 - June 15, 2008

Contract Amount: \$500,000

# of Loans	Lender Name	Date of Loan	Borrower	Type of Business	Borrower Premium Paid	Balance Remaining
1	Wells Fargo	10/12/00	Techstyles Window Covering Products	Window Covering	\$3,000.00	\$497,000.00
2	First Bank & Trust	03/08/02	Glenn Schoeman	wholesale used auto parts	\$7,000.00	\$490,000.00
3	First Bank & Trust	03/08/02	Platinum Networks	telecom equip.	\$12,000.00	\$478,000.00
4	First Bank & Trust	05/24/04	Glenn Schoeman	telecom equip.	\$5,000.00	\$473,000.00
5	First Bank & Trust	05/24/04	Arrow Recycling	wholesale used auto parts	\$7,000.00	\$466,000.00
6	First Bank & Trust	05/09/04	Arrow Recycling	recycler of scrap metals	\$20,000.00	\$446,000.00
7	First Bank & Trust	10/07/05	Arrow Recycling	recyler of scrap metals	\$5,000.00	\$441,000.00
8	First Bank & Trust	07/25/06	Arrow Recycling	recyler of scrap metals	\$10,000.00	\$431,000.00
9	Prof. Business Bank	08/31/07	Winplast, LCC	manufact.plastic mold products	\$20,000.00	\$411,000.00
10	Pacific Enterprise Bk	01/28/08	C.K.Manufact & Trading	use of particleboard in manufact.	\$15,000.00	\$396,000.00
11	Cal Coastal RDC	03/26/08	Harvesting Solutions (Pending)	worm casting	\$600.00	

CIWMB Independent Contributor Contracted Amount

\$500,000.00

Total Premiums Paid By CIWMB

\$104,000.00

Remaining Funds Available

\$396,000.00