

RESOLUTION NO. 20-12

**RESOLUTION OF THE CALIFORNIA SCHOOL FINANCE AUTHORITY AMENDING THE
CONDUIT FINANCING FEE SCHEDULE**

May 28, 2020

WHEREAS, Section 17180(k) of the California School Finance Authority (Authority) Act states that, “the Authority is authorized to charge and equitably apportion among participating parties its administrative costs and expenses incurred pursuant to this chapter”; and

WHEREAS, this self-funding structure allows the Authority to provide assistance in obtaining financing for eligible participating parties without taxing the State’s General Fund; and

WHEREAS, in 2010, the Board approved a conduit bond financing fee schedule that is competitive with those offered by governmental and non-governmental conduit issuers in order to offset the cost of reviewing and preparing bond financings to go to the Board for consideration and offset other miscellaneous transaction costs; and

WHEREAS, in 2012, 2015, and 2017, the Board further revised its financing fee schedule as it relates to the annual administrative and issuance fees charged to borrowers; and

WHEREAS, in March 2020, the Board approved its financing fee schedule for Governmental and Governmental Sponsored borrowers as it relates to the application, annual administrative and issuance fees charged to borrowers; and

WHEREAS, the Authority is seeking to lower costs for 501(c)(3) borrowers as they issue notes to assist with cashflow needs during future State aid deferrals; and

WHEREAS, long-term bond and loan issuance fees for 501(c)(3) borrowers, such as charter schools, will remain as they currently exist and as adopted by the Board at its November 8, 2017 meeting.

NOW, THEREFORE, BE IT RESOLVED BY THE CALIFORNIA SCHOOL FINANCE AUTHORITY AS FOLLOWS:

Section 1. Recitals. Each of the foregoing recitals is true and correct.

Section 2. Proposed Fee Schedule. The fee schedule outlined in the amended staff summary and attached to this Resolution as Attachment A will be posted to the Authority’s website, and the fees charged accordingly.

Section 3. Effective Date. This resolution shall take effect from and after its adoption.

Date of Adoption: May 28, 2020

Exhibit A

The Authority is proposing the following issuance fee structure for 501(c)(3) note borrowers.

CSFA Proposed Fee Schedule			
Fee	Governmental or Governmental Sponsored	Non-Profit Borrower (Bonds)	Non-Profit Borrower (Notes)
Application Fee	\$1,500	\$1,500	\$500*
Issuance Fee	0.05% of par-amount up to \$10 Million; 0.025% of par-amount over \$10 Million	0.15% of par-amount up to \$10 Million; 0.05% of par-amount over \$10 Million	0.075% of par-amount
Annual Administration Fee	Not Applicable	0.015% of amount of bonds or loan outstanding (\$500 minimum).	Not Applicable

* The application fee is not refundable and is due and payable upon submission of application and will be applied to the issuance fee paid at closing

CERTIFICATE OF THE EXECUTIVE DIRECTOR
(Attesting to Action of the Authority)
Sacramento, California

I, Katrina Johantgen, Executive Director of the California School Finance Authority, hereby certifies that the foregoing is a full, true, and correct copy of Resolution No. 20-12 of the California School Finance Authority Amending the Conduit Financing Fee Schedule at a meeting of the California School Finance Authority held at 915 Capitol Mall, Conference Room 110 (Large), Sacramento, California 95814, and 300 S Spring Street, Suite 8500, Los Angeles, CA 90013 on May 28, 2020, for which meeting all of the members of the Authority had due notice; and that at the meeting the staff recommendation was adopted by the following votes:

AYES:

NOES:

ABSTAINS:

ABSENT:

I further certify that the original minutes of said meeting and a copy of the original Resolution adopted at said meeting are on file in the California School Finance Authority office; and that the Resolution has not been amended, modified, or rescinded in any manner since the date of its adoption, and the same is now in full force and effect.

IN WITNESS WHEREOF, I have executed this certificate and affixed the seal of the California School Finance Authority hereto.

(seal)

May 28, 2020

Katrina Johantgen, Executive Director