

**THE CALIFORNIA DEBT LIMIT ALLOCATION COMMITTEE**

**January 15, 2020**

**Proposed Emergency Regulations**

*Action Item*

**(Agenda Item No. 8)**

**ACTION:**

Have applicants provide self-scoring data for gathering and reporting out by CDLAC in competitive bond allocation rounds and provide a 24 hour period for applicants to cure any deficiencies identified prior to deeming an application incomplete.

**BACKGROUND:**

With several years of open rounds, CDLAC has not, necessarily, encouraged applicants to take advantage of the self-scoring worksheet that is provided on the CDLAC website. In competitive rounds, scores are used to rank order applications to award allocation until the round limit is met. Therefore, applicants and developers, have asked to see a general score ranking in order to access the likelihood of receiving an award.

In order to provide the applicants an early indication of their ranking , CDLAC will require use of the self-scoring worksheet. This way, applicants can provide their self-scores early on in the application process for the CDLAC staff to consolidate and post overall self-reported score rankings for all of the applicants.

Likewise, in the years of open rounds, CDLAC staff have worked with the applicants to have sufficient application information to recommend a project to the committee. In competitive rounds, and with limited resources, staff does not have the ability to have this level of communication. Staff does realize that all items may be available from the applicant that may not have, for one reason or another, uploaded or uploaded properly with the application and therefore, with these items available at hand, 24 hours should be sufficient to accommodate application deficiencies.

**DISCUSSION**

These changes is non-controversial and non-material as it is the applicant producing self-reported scores using a self-scoring worksheet that currently exists and expected wide acceptance of the 24 hour cure period for application deficiencies.

One change (italicized) is to the last two sentences of Section 5035 (a) to read “During competitive rounds, *information gathered from the QRRP Self-Scoring Worksheet* will be presented in ranked order. *CDLAC will post all reported self-scoring totals* on the Committee’s website as provided in section 5140”.

CDLAC is proposing to change the definition of “Competitive Application Process” in Section 5000 so the last sentence reads “The Committee will not consider an application that is deemed incomplete by CDLAC Staff”.

CDLAC is proposing to add to Section 5180, “If deficiencies in the application are identified by CDLAC Staff, the applicant will have 24 hours from staff-issued notification to cure the deficiencies. If, after the

24 hours, the deficiencies have not been corrected, as determined by CDLAC staff, the application will be deemed incomplete.”

CDLAC has posted this proposed emergency regulation (and will post the “24 Hour Cure” emergency regulation) on our website pursuant to a five- day public comment period. If approved by the CDLAC Board at the January meeting, staff will submit the emergency regulations to OAL for final review.

**Recommendation:**

Staff recommends approval of the 2020 Emergency Regulations regarding usage of the Self-Scoring Worksheet and a 24-hour cure period. The CDLAC Executive Directory may change any wording so long as it does not change the intended purpose and meaning of these emergency regulations.

*Prepared by Larry Flood*