

## RESOLUTION NO. 15-01

### RESOLUTION OF THE CALIFORNIA INFRASTRUCTURE AND ECONOMIC DEVELOPMENT BANK CONFIRMING ITS REVIEW OF, AND APPROVING AND ADOPTING CLARIFICATIONS AND CHANGES TO ITS INVESTMENT POLICY

**WHEREAS**, the California Infrastructure and Economic Development Bank (“IBank”) is established pursuant to the Bergeson-Peace Infrastructure and Economic Development Bank Act (California Government Code Section 63000 et seq.) (the “IBank Act”), for the purpose of providing financial assistance to eligible projects in the State of California (the “State”) through a variety of financing mechanisms;

**WHEREAS**, pursuant to Government Code Section 63052(e) and as otherwise permitted by law, IBank may invest moneys of the Infrastructure Bank Fund, as defined by the IBank Act (“Infrastructure Bank Fund”), in obligations of financial institutions as are permitted by the Board of Directors of IBank (the “Board”);

**WHEREAS**, pursuant to Government Code Section 63062(b) and as otherwise permitted by law, IBank may invest moneys of the Guarantee Trust Fund, as defined by the IBank Act (the “Guarantee Trust Fund”) in obligations of financial institutions as are permitted by the Board;

**WHEREAS**, legislation enacted in 2013 and referred to as the Small Business Financial Assistance Act of 2013, (the “Small Business Act”) (i) established the California Small Business Finance Center (the “Center”) within IBank, (ii) transferred administration and State oversight of the State Small Business Loan Guarantee Program to the Center within IBank; and (iii) transferred administration of the fund associated with the activities of the Center (the “Expansion Fund”) to IBank;

**WHEREAS**, pursuant to Government Code Section 63089.52(b) and as otherwise permitted by law, the investment of moneys of the Expansion Fund shall be governed by an investment policy approved by the Board;

**WHEREAS**, the Board elected to formalize investment practices for the investment of IBank funds on deposit in the Infrastructure Bank fund and the Guarantee Trust Fund, and thus adopted an investment policy on March 28, 2006 (the “2006 Investment Policy”);

**WHEREAS**, in view of the enactment of the Small Business Act, the Board now wishes to formalize investment practices for the investment of IBank funds on deposit in the Expansion Bank fund in the same manner provided for the Infrastructure Bank Fund and the Guarantee Trust Fund (collectively, the “Investment Funds”);

**WHEREAS**, the 2006 Investment Policy requires an annual review by the Board, and the Board reviewed and in some cases amended, the 2006 Investment Policy in each subsequent year expect for 2009 and 2014 (as amended, the “Investment Policy”); and

**WHEREAS**, IBank Staff, with the assistance of IBank’s investment advisor and financial advisor, has conducted a review of the 2006 Investment Policy and has proposed certain clarifications and changes thereto.

**NOW, THEREFORE, BE IT RESOLVED**, by the Board of Directors of the California Infrastructure and Economic Development Bank, as follows:

**Section 1.** The above recitals are true and correct.

**Section 2.** The Board has reviewed the Investment Policy and IBank staff’s proposed clarifications and changes, as reflected in the form attached hereto as Exhibit A (the “2015 Investment Policy”).

**Section 3.** The Board hereby approves and adopts the 2015 Investment Policy.

**Section 3.** The Board confirms its existing delegation to the Executive Director of the authority to direct the investment of IBank Investment Funds, and hereby directs and authorizes the Executive Director to implement the 2015 Investment Policy.

**Section 4.** This resolution shall take effect from and after its adoption.

**PASSED, APPROVED AND ADOPTED** at a meeting of the Board of Directors of the California Infrastructure and Economic Development Bank on February 24, 2015, by the following vote:

AYES:  
NOES:  
ABSENT:  
ABSTAIN:

By: \_\_\_\_\_  
Teveia R. Barnes, Executive Director

ATTEST:

By: \_\_\_\_\_  
Ruben Rojas, Secretary of the Board of  
Directors

**EXHIBIT A**

**PROPOSED INVESTMENT POLICY DATED FEBRUARY 24, 2015**