

Resolution #TC-1999

Colorado State Infrastructure Bank Interest rate for first half of the State fiscal year 2012

Approved by the Transportation Commission on: June 16, 2011

WHEREAS, the Colorado State Infrastructure Bank (bank) is a transportation investment bank with the ability to make loans to public and private entities for the formation of public transportation projects within the state; and

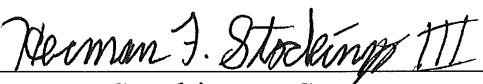
WHEREAS, the General Assembly has passed Legislation (43-1-113.5 CRS) that made certain provisions for the bank and established within the bank, a highway account, a transit account, an aviation account and a rail account; and

WHEREAS, the Transportation Commission has adopted rules, pursuant to 43-1-113.5 CRS, regarding the eligibility requirements, disbursement of funds, interest rates, and repayments of loans from the bank; and

WHEREAS, pursuant to 2CCR 605-1 (rule 5) the Transportation Commission is required to set the bank's interest rate and the origination fee on loans no later than June 30, of each year for loans originating during the ensuing months of July; August; September; October; November; December of the next fiscal year; and

WHEREAS, based on the latest 10 year bond issuance by the Denver City & County Airport trading in an unusually wide range of about 3.5 to 4.0 percent and the 10 year treasury rate hovering around the 3.0 percent mark, the Office of Financial Management and Budget (OFMB) has recommended an interest rate of 3.25 percent on loans and that no origination fee shall be assessed on bank assistance for the first half of the State fiscal year 2012.

NOW THEREFORE BE IT RESOLVED, the Transportation Commission authorizes the Chief Financial Officer (CFO), under the terms and provisions set forth in the adopted rules, to assess an interest rate of 3.25 percent and no origination fee on bank loans for the first half of the State fiscal year 2012.


Herman Stockinger, Secretary
Transportation Commission of Colorado