

RESOLUTION NO. 23-14

RESOLUTION OF THE CALIFORNIA INFRASTRUCTURE AND ECONOMIC DEVELOPMENT BANK (“IBANK”) APPROVING A STATE SUPPLEMENT FOR THE EXPANDING VENTURE CAPITAL ACCESS PROGRAM (“VC PROGRAM”) AND APPROVING RELATED AMENDMENTS TO THE CRITERIA, PRIORITIES, AND GUIDELINES FOR FINANCING UNDER THE VC PROGRAM

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, Article 12 of the IBank Act (California Government Code Sections 63089.99) establishes the VC Program at IBank for the purpose of providing financial assistance to investment funds, investment fund management companies, and other private business entities to improve access to venture capital for underrepresented fund managers, entrepreneurs, and regions of California, as well as addressing climate equity;

WHEREAS, on July 27, 2022, the IBank Board of Directors (the “Board”) adopted directives and requirements, known as the Criteria, Priorities and Guidelines for Financing under the Expanding Venture Capital Access Program, as further amended on February 22, 2023, (as amended, the “VC Criteria”) to guide the operation and administration of the VC Program;

WHEREAS, on October 19, 2022 the Board adopted Resolution 22-14 related to the selection of external consultants for the VC Program;

WHEREAS, in the course of operation of the VC Program, IBank has come to understand that certain federal law requirements for federal funds used in the existing VC Program (the “Federal Restrictions”) create significant obstacles for financing the types of funds and organizations that the program was intended to support;

WHEREAS, IBank has determined that utilizing up to \$50 million of supplemental state funding from the Expansion Fund over ten years (the “State Supplement”) would allow the VC Program to better match market conditions, overcome certain Federal Restrictions, reduce administrative and financial burden to fund managers that the VC Program is intended to support, and lead to better results;

WHEREAS, the State Supplement would require amendments and updates to the VC Criteria to establish the processes for the use of the State Supplement, in the form set forth in Attachment A (the “Revised VC Criteria”); and

WHEREAS, the use of a State Supplement would be a material change to the VC Program and would go beyond the authority provided to the Executive Director by Resolution 22-11 to

make non-substantive amendments to the VC Criteria, thus requiring Board approval of the Revised VC Criteria;

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

Section 1. The Board hereby finds that the above recitals are true and correct.

Section 2. All actions heretofore taken by the officers and employees of IBank with respect to the subject matter of this resolution (this “Resolution”) are hereby approved, confirmed and ratified.

Section 3. The Board hereby approves a State Supplement and directs the Executive Director to take all actions necessary or appropriate to use the State Supplement consistent with the Revised VC Criteria, as approved herein.

Section 4. The Board hereby approves and adopts the Revised VC Criteria, a copy of which is attached to this Resolution as Attachment A, and directs the Executive Director to take all actions necessary or appropriate to implement the Revised VC Criteria.

Section 5. This Resolution shall take effect immediately upon its adoption.

PASSED, APPROVED, AND ADOPTED at a meeting of the California Infrastructure and Economic Development Bank on October 11, 2023, by the following vote:

AYES: Dombrowski, Fernandez, Gillihan, Quant, Steinorth

NOES:

ABSENT:

ABSTAIN:

By **scott wu** Digitally signed by scott wu
Date: 2023.10.11 15:35:38
-07'00'

Scott Wu, Executive Director

Attest: 
By _____
Stefan Spich
Secretary of the Board of Directors

Attachment A

Revised Criteria, Priorities and Guidelines for Financing under the Expanding Venture Capital Access Program