

# CALReUSE

**Providing Loans & Grants to  
Cleanup California's Brownfields**

## 2008 Funding Fair

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- Existing Site Assessment Program
- Program Expansion and Prop 1C
  - Modifications to Site Assessment Program
  - New Remediation Program
- Timeline & Process
- Q&A

# Summary of Existing Site Assessment Program

Provides forgivable loans, with a priority for projects in distressed communities, for:

- Brownfield site assessment and characterization
- Technical assistance
- Remedial action plans, and
- Site access

## Financing Terms

- Maximum of \$125,000 per site
- 25% match requirement
- 3 year loan term
- Interest of 4.65% for 2007 (variable)

# **Program Administered** **Through Strategic Partners**

- City of Bakersfield
  - City of Berkeley
  - City of Emeryville
  - City of Oakland
  - City of San Diego
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- Statewide Partner: Center for Creative Land Recycling

# **Expansion of CALReUSE**

## **AUTHORIZING STATUTE**

**“...for Brownfield cleanup that promotes infill housing development and other related infill development consistent with regional and local plans...”** – Proposition 1C, Health and Safety Code Section 53545 (b)(2), November 2006

**“...the California Pollution Control Financing Authority, in consultation with the Department of Housing and Community Development, shall administer loans or grants under the California Recycle Underutilized Sites (CALReUSE) program established under Article 9 (commencing with Section 8090) of Division 11 of Title 4 of the California Code of Regulations, for the purpose of brownfield cleanup that promotes infill residential and mixed-used development, consistent with regional and local land use plans.”** – Senate Bill 86 Sec. 29, 2007

# Changes to Site Assessment Program

- Expand eligible sites to those which are currently excluded, including:
  - NPL Sites
  - State Listed Sites
  - Former Federal or State owned Sites
  - Former RCRA Sites
- Priority on sites that are not NPL sites with viable responsible parties.
- Increase loan term to \$300,000 generally, and \$500,000 for infill residential and mixed-use development projects.
- The maximum loan amount may be waived and increased by the CPCFA Board if the development project has substantial public policy benefits.
- Program administered and loans allocated by Strategic Partners.

# Cleanup Program Overview

- Loan & Grants, from \$50,000 to \$5 million. (Board may increase limit.)
- Eligible Applicant: Any
- Eligible Project:
  - Development Project that promotes infill residential or mixed-use development
  - Must have an approved Cleanup Plan by an Oversight Agency
- Eligible Costs: Costs associated with the removal or abatement of hazardous material related to a Cleanup plan.
- Priority on sites that are not NPL sites with viable responsible parties.

# Cleanup Program Overview

- Financing Terms, based on the characteristics of the development project:
  - Grant Threshold: At least 15% of the project includes affordable units.
  - 6 Month LIBOR Rate (4.6%): all other eligible projects

## Term of the Loan/Grant

- Commitment Letter: Valid for 12 Months
  - First draw must take place within 12 months of executing the loan/grant agreement
  - 6 years to cleanup and develop the site from the first draw
  - 2 year extension
- Administration:
    - Through local and statewide strategic partners.
    - Strategic Partner recommends projects to the Board for financing. Funding available on a monthly basis.

# Program Development Process

- Staff Conducted 9 month public process with stakeholders
- CPCFA Board approved Emergency Regulations in December 2007.
- Emergency Regulations will be submitted to OAL for approval in January 2008.

## Site Assessment Program

- Modifications to Program will be enacted upon OAL Approval.

## Cleanup Program

- CPCFA announce RFP for Strategic Partners in January/February.
- CPCFA will review Strategic Partner Proposals in February/March.
- Recommendation of Strategic Partners for Board approval in March/April.
- Anticipate Initial Financings in Spring 2008.

# **What should I do if I have an eligible Project?**

- Contact a current strategic partner to assess eligibility and begin the conversation.
- Contact CALReUSE and inform us of your interest.
- Monitor the website for additional information and sign-up for email notifications.

# For Additional Information:

Monitor our website at  
[www.treasurer.ca.gov/CPCFA](http://www.treasurer.ca.gov/CPCFA)

Or Contact:

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