

Board Action: Modification of the CCR & CCS Interest Terms

Background:

HB22-1328 amended the CLIMBER Loan Program to allow for loan terms up to 10 years long. The Board unanimously approved the implementation of these rules in the current tranche of funding for the CCS and CCR program options but did not establish the interest rate requirements for these longer loan terms.

The current rates and terms for the CCR and CCS programs are:

Loan Term				
Interest Rate	1-2 Years or Revolving	3 Years	4 Years	5 Years
		2.45%	2.60%	2.75%

Staff recommends updating the term sheet for these programs to apply the maximum interest rate of 2.95% to loan terms 5-10 years, as follows:

Loan Term				
Interest Rate	1-2 Years or Revolving	3 Years	4 Years	5-10 Years
		2.45%	2.60%	2.75%

Board Action:

With approval of this request, the Oversight Board authorizes the staff to use the above table and publish these rates with the lenders to deploy funds in the CCR and CCS programs.

Rationale:

The current tranche of funding have these interest rates currently in place so no changes would need to be made to current process. The addition of the term up to ten years will be at the highest rate on the table in line with current policy.