

CALIFORNIA POLLUTION CONTROL FINANCING AUTHORITY

Meeting Date: October 15, 2024

Request approval to enter into a contract with MStreetX, Inc. to provide and administer a fully functional FinTech Platform database for the California Capital Access Program (CalCAP).

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Summary. The California Pollution Control Financing Authority (“CPCFA”) requests to enter into an agreement with MStreetX, Inc. under the California Capital Access Program (“CalCAP”) to initiate, administer, and track the credit enhancement programs for CalCAP loans which include loan participation, collateral support and loan loss reserves for the various CalCAP loan programs. This item seeks board approval to approve Contract Number CPCFA01-24 between CPCFA and MStreetX, Inc. in the amount of \$2.2 million.

Background. The California Pollution Control Financing Authority (CPCFA) administers programs which incentivize capital investment in specific economic activities reflecting state and federal policy goals.

CalCAP currently uses the Funding, Reporting, and Enrollment Database (FRED) application in concert with Crystal Reports software to administer its loan programs. The FRED was implemented in 2010 and has never been updated. An agreement with MStreetX, Inc. is necessary for the conversion of an on-premises FRED system to their cloud-based solution, as well as the ongoing subscription costs of the new environment for the next five years.

The CAAT solution, sold through small business MStreetX, Inc., is a unique financial technology solution developed by a former US Treasury outreach manager to assist

Agenda Item 4.A.
Resolution No. 24-02-006

states with meeting the US Treasury guidelines and reporting requirements for the US Treasury's SSBCI program.

The US Treasury's SSBCI reporting requirements are specific and extensive including a variety of financial, demographic, quarterly, annual, and ad hoc reporting. The CAAT solution meets these extensive reporting requirements in addition to providing an online-based user-friendly interface for administering our various loan programs.

Staff Recommendation. Staff recommends the approval of Resolution No. 24-02-006 to authorize the Executive Director or Deputy Executive Director to execute Agreement CPCFA01-24 with MStreetX, Inc. in the amount not to exceed \$2.2 million over 5 years.

**CALIFORNIA POLLUTION CONTROL FINANCING AUTHORITY
AUTHORIZING THE EXECUTIVE DIRECTOR OR DEPUTY EXECUTIVE
DIRECTOR TO EXECUTE AGREEMENT CPCFA01-24 WITH MSTREETX, INC.**

October 15, 2024

WHEREAS, the California Pollution Control Financing Authority (“Authority”) was created under the provisions of the California Pollution Control Financing Authority Act (Division 27 (commencing with Section 44500) of the Health and Safety Code); and

WHEREAS, Section 44522(c) of the Health and Safety Code provides that the Authority is authorized to “do all things generally necessary or convenient to carry out its powers and the purposes”; and

WHEREAS, Section 44519 of the Health and Safety Code provides that the Authority may employ an Executive Director, and any other persons as are necessary to enable it to properly perform the duties imposed upon the Authority by the California Pollution Control Financing Authority Act, and the Authority may delegate to the Executive Director the power to enter into contracts on its behalf; and

WHEREAS, the California Capital Access Loan Program (“CalCAP”) is administered by the Authority, as established in Article 8 (commencing with Section 44559) of Chapter 1 of Division 27 of the Health and Safety Code, with the Legislature finding and declaring, “Better access to capital will allow small businesses to more easily comply with environmental mandates, and to remediate contamination of properties with a reasonable potential of economically beneficial reuse, and to succeed economically, generating additional revenue to state and local governments that can be used for environmental improvements, all to the benefit of all the residents of the state”; and

WHEREAS, the Authority desires to enter into Agreement CPCFA01-24 with MStreetX, Inc. under the California Capital Access Program (“CalCAP”) to provide and administer a fully functional FinTech Platform database for the CalCAP; and

WHEREAS, pursuant to Agreement CPCFA01-24, MStreetX, Inc. will provide all services necessary to initiate, administer, and track the credit enhancement programs for the California Capital Access Program (“CalCAP”) loans which include loan participation, collateral support and loan loss reserves for the various CalCAP loan programs.

NOW, THEREFORE, BE IT RESOLVED, by the California Pollution Control Financing Authority the following:

Section 1. The Executive Director and Deputy Executive Director of the Authority are hereby authorized to prepare, enter, and execute Agreement CPCFA01-24 with the MStreetX, Inc. to provide, implement, and administer a fully functional FinTech Platform database in support of the California Capital Access Loan Program.