

## N.C. CAPITAL FACILITIES FINANCE AGENCY

<b>MISSION</b>	
To provide the benefits of tax-exempt financing for qualified nonprofit, private institutions of higher education, private elementary and secondary schools, and a variety of private nonprofit entities that provide services that are in the public interest.	
<b>VISION</b>	
To provide prompt and effective service that allows qualified private and certain public institutions to access the tax-exempt debt market in timely and efficient manner.	
<b>FUNCTIONS THE AGENCY OVERSEES</b>	
<ul style="list-style-type: none"> <li>• Oversight and coordination of tax-exempt debt issuance by the agency for qualified private nonprofit institutional borrowers</li> <li>• Conduit for tax-exempt financing for private entities that provide services in the public interest</li> </ul>	
<b>DUTIES AND RESPONSIBILITIES</b>	
<p style="text-align: center;"><b><u>Statutory Authority</u></b></p> <p>G.S. 159D-Article 2: Provides for the establishment and composition of the NC Capital Facilities Finance Agency; terms of office for directors; definition of qualified nonprofit institutions; meeting schedules of the Agency; and application procedures and criteria for issuing conduit debt of the Agency.</p>	<p style="text-align: center;"><b><u>State Ethics Act</u></b></p> <ul style="list-style-type: none"> <li>• File annual Statement of Economic Interest by April 15<sup>th</sup></li> <li>• SEI and Evaluation will be public record</li> <li>• Attend Ethics training within 6 months of appointment and attend Ethics refresher course every two years thereafter</li> <li>• Beware of conflict of interest in official actions – refrain from voting on an issue for which you may have a conflict of interest</li> <li>• DO NOT accept gifts from anyone who may be affected by your official action</li> <li>• Reference G.S. 138A for additional information</li> <li>• Contact Treasurer, Director or General Counsel if unclear</li> </ul>
<p style="text-align: center;"><b><u>Fiduciary Responsibility</u></b></p> <ul style="list-style-type: none"> <li>• Approval of all conduit debt issuance of the Agency for qualified private nonprofit and certain public institutional borrowers</li> <li>• Proscribe process and criteria for approval of Agency debt issuances</li> <li>• Allows debt issuance by private entities for “special purpose projects” in the public interest</li> </ul>	
<b>BOARD COMPOSITION</b>	
<ul style="list-style-type: none"> <li>• 7 Members</li> <li>• State Treasurer</li> <li>• State Auditor</li> <li>• 3 general public members appointed by the Governor</li> <li>• 1 general public member appointed by the General Assembly upon recommendation of the Speaker of the House of Representatives</li> <li>• 1 general public member appointed by the General Assembly upon recommendation of the President Pro Tempore of the Senate</li> <li>• Chairman and Vice-Chairman are designated by the Governor</li> </ul>	
<b>NCCFA FACTS</b>	
<ul style="list-style-type: none"> <li>• First created by the General Assembly in 1986 for issuance of tax-exempt debt limited to institutions of higher education (Educational Facilities Finance Agency)</li> <li>• Agency authority amended in 1998 to include tax-exempt financings for private elementary and secondary schools</li> <li>• Subsequent legislative amendments expanded Agency authority to include a variety of private nonprofit entities that provide services for the benefit and good of the public</li> <li>• Issued over \$4.5 B in bonds since its creation in 1986</li> <li>• Current outstanding debt for Agency of approximately \$2.9 B</li> </ul>	