



2020 Fee Report

Report to the Chairs of the Legislative Finance and Appropriations
Committees on Fees Collected and Spent by the
Minnesota Public Facilities Authority

In Accordance with Minnesota Statutes, Section 446A.04, Subdivision 5(b)

January 2021

Introduction

The enclosed report is submitted in compliance with Minnesota Statutes, section 446A.04, subdivision 5(b), which requires the Minnesota Public Facilities Authority (PFA) to “annually report to the chairs of the finance and appropriations committees of the Legislature on: (1) the amount of fees collected under this subdivision for costs incurred by the authority; (2) the purposes for which the fee proceeds have been spent; and (3) the amount of any remaining balance of fee proceeds.”

Under Minnesota Statutes, Section 446A.04, Subdivision 5(a), the PFA may collect up to 2% of each loan repayment as a servicing fee and an application fee up to 0.5% upon execution of certain loan and grant agreements. Credit enhancement applications under Minnesota Statutes, Section 446A.086 are subject to a \$500 application fee.

The enclosed Fee Report reflects the PFA’s fee collections and expenditures for the three most recent fiscal years: 2020, 2019, and 2018.

The PFA’s legal authority and financial capacity to pay its administrative expenses and contract for services necessary to fulfill its obligations are critical to maintaining the PFA’s AAA bond ratings. The expenditure of fee revenues is governed by federal regulations and state law. Both prohibit using the fees for any other purpose, providing another layer of protection considered by the rating agencies in evaluating the long term management capacity and stability of the Authority.

For questions or more information about this report, contact:

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Note (as required by Minnesota Statutes, section 3.197): Preparation of this report required an estimated 7 hours of staff time for an approximate cost of \$430.

Minnesota Public Facilities Authority
Annual Fee Report
For the Fiscal Years ending June 30, 2020, 2019, 2018
(as required by Minnesota Statutes, Section 446A.04 subd. 5(b))

Description	FY 2020	FY 2019	FY 2018
Beginning cash balance	6,342,344	6,376,008	6,121,563
Fees collected during the fiscal year (+ ITC interest)	3,882,841	3,679,106	3,572,640
Expenditures during the fiscal year:			
Credit Enhancement Program	15,693	10,611	30,070
Clean Water Legacy Programs	137,629	69,558	52,074
Clean Water Revolving Fund:			
Bond related costs (audit, rebate calcs, etc)	23,248	38,270	52,995
Staff and general admin: B24-PFA	673,255	686,463	732,664
R32-PCA	1,451,961	1,841,664	1,485,071
Drinking Water Revolving Fund:			
Bond related costs (audit, rebate calcs, etc)	43,386	30,943	30,891
Staff and general admin: B24-PFA	556,685	555,559	472,162
H12-MDH	814,245	443,457	425,969
Transportation Revolving Loan Fund:			
Bond related costs (audit, rebate calcs, etc)	3,501	2,859	3,176
Staff and general admin: B24-PFA	25,237	33,385	33,123
total fee account expenditures	3,744,841	3,712,770	3,318,195
Ending Cash balance *	6,480,344	6,342,344	6,376,008
* balance by program:			
Credit Enhancement Program	22,081	25,275	18,886
Clean Water Legacy Programs	86,829	125,073	91,023
Clean Water Revolving Fund	3,575,310	3,066,996	3,071,305
Drinking Water Revolving Fund	2,682,418	3,036,367	3,081,723
Transportation Revolving Loan Fund	113,707	88,633	113,071
	6,480,344	6,342,344	6,376,008

Agency key: B24-PFA Public Facilities Authority
 R32-PCA Pollution Control Agency
 H12-MDH Department of Health

This report presents fiscal year cash-basis activity. Receipts include the Fees plus the relatively small amount of ITC earnings credited to these accounts.