

2022 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 2023

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: 2022, 2021, and 2020.

The PFA's legal authority and financial capacity to pay its administrative expenses and contract for services are necessary to fulfill its obligations and 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 \$484.

Minnesota Public Facilities Authority

Annual Fee Report

For the Fiscal Years ending June 30, 2022, 2021, 2020 (as required by Minnesota Statutes, Section 446A.04 subd. 5(b))

Description Beginning cash balance Fees collected during the fiscal year (+ ITC interest)			FY 2022 6,056,021	FY 2021 6,480,344	FY 2020 6,342,344
			Expenditures during the	fiscal year:	·
Credit Enhancement Program			26,564	17,415	15,693
Clean Water Legacy Programs			80,528	97,974	137,629
Clean Water Revolvin	g Fund:				
Bond related costs (audit, rebate calcs, etc)			38,719	39,928	23,248
Staff and general admin:		B24-MPFA	732,208	831,321	673,255
		R32-MPCA	1,797,961	1,930,049	1,451,961
Drinking Water Revol	ving Fund:				
Bond related costs (audit, rebate calcs, etc)		ebate calcs, etc)	31,599	25,733	43,386
Staff and general admin:		B24-MPFA	638,299	704,845	556,685
		H12-MDH	716,473	634,743	814,245
Transportation Revol	ving Loan F	und:			
Bond related costs (audit, rebate calcs, etc)			2,625	3,987	3,501
Staff and general admin:		B24-MPFA	55,624	37,362	25,237
total fee account expenditures			4,120,599	4,323,356	3,744,841
Ending Cash balance *			5,896,515	6,056,021	6,480,344
* balance by program:	Credit Enhancement Program		14,603	20,167	22,081
	Clean Water Legacy Programs		21,964	85,502	86,829
	Clean Water Revolving Fund		3,742,672	3,531,344	3,575,310
	Drinking Water Revolving Fund		2,029,158	2,330,867	2,682,418
	Transpor	tation Revolving Loan Fund	88,119	88,142	113,707
		·	5,896,515	6,056,021	6,480,344

Agency key: B24-MPFA Public Facilities Authority

R32-MPCA 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 investment interest earnings credited to these accounts.