

16) *For any restricted assets held by CCF, provide the current amount/value of the asset, explain how the asset is restricted, and provide any documents related to how the asset is restricted.*

CCF holds no “restricted assets” in the form of gifts, grants or contributions whose use has been limited by the donor. It has two assets that are reflected as “restricted” or “limited” on its balance sheet. First, there is an asset described as “ASSETS LIMITED AS TO USE, less current portion” with a balance of \$3,041,444. This asset is the debt service reserve fund held by the bond trustee under CCF’s 2012 Certificate of Participation financing through the City of Delano. Until the debt under this financing is paid off, the trustee is bound under the COP documents to retain this amount. Second, there is an asset described as “RESTRICTED CERTIFICATE OF DEPOSIT” in the amount of \$310,342. This certificate of deposit is related to CCF’s line of credit with Commerce Bank, which obligates CCF to post security with the bank in an amount not less than the outstanding balance under the line. The restricted certificate of deposit is held by the bank to satisfy the security requirement.