

Amendment to Alternative Investment Policy

To amend Article VIII of the Alternative Investment Policy to provide a fee schedule

Rates and Charges for Local Investments

In order for GERS to defray all costs associated with loans to potential borrowers, GERS shall charge the following interest rate and fees to be paid by the Borrower:

Interest Rate shall be \pm : 8.25% (determined by current market interest rates; risk premium and term or duration)

- **Loan Application Fee:**

• Less than \$5 million	-	\$15,000.00
• \$5 million to \$10 million	-	\$20,000.00
• More than \$10 million	-	\$25,000.00

These fees are subject to adjustment based on the size, scope and complexity of the project. The amount paid by the Borrower is non-refundable but can be used to reduce the Loan Closing Fee.

- **Loan Closing Fee:** 1.00% (less than \$5 million) and 0.50% (\$5 million or more) calculated based on the GERS funding amount for loans.
- **Annual Maintenance Fee:** paid annually by the Borrower at no less than 0.50% of the outstanding loan amount.

Approved by the Board of Trustees on June 11, 2012.