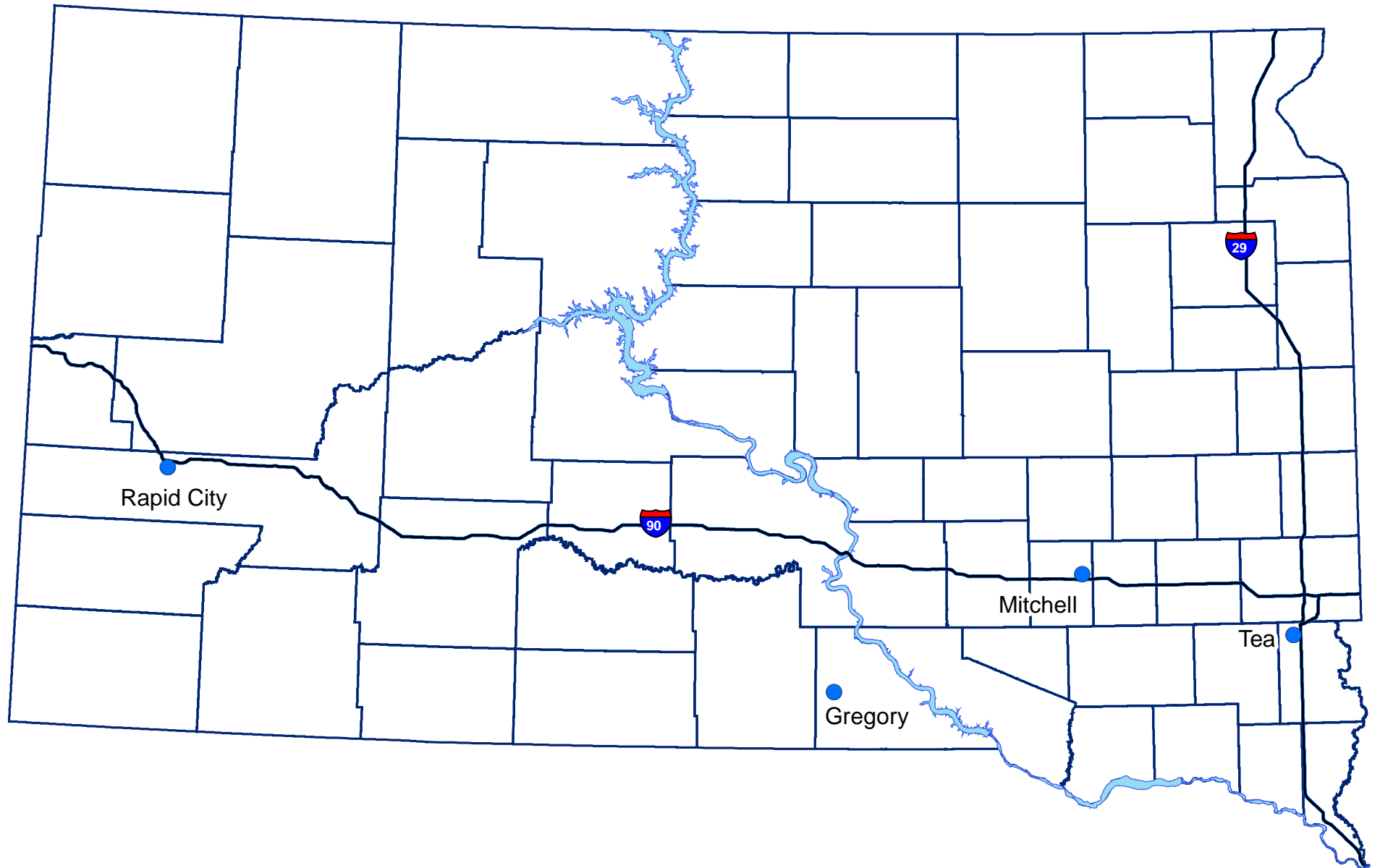


State Water Plan Applications

June 2020



Staff is recommending that the following projects be placed on the State Water Facilities Plan:

- Gregory
- Mitchell
- Rapid City – Elk Vale Lift Station Area Sewer Lines
- Rapid City – WRF Aeration Basin and Siphon Upgrades Delmont
- Rapid City – Landfill Cell #16 Cover and Gas Collection System Improvements
- Tea

Staff is recommending that the following projects be added to *Attachment I – Project Priority* list of the 2020 Clean Water SRF Intended Use Plan:

Priority Points	Loan Recipient	Estimated Loan Amount	Expected Loan Rate & Term
20	Rapid City–WRF Improvement	\$6,075,000	2.00%, 20 years
16	Rapid City - Landfill	\$4,760,000	2.00%, 20 years
15	Gregory	\$13,192,400	2.125%, 30 years
12	Claremont	\$1,000,000	2.125%, 30 years
12	Mitchell	\$23,100,000	2.125%, 30 years
12	Rapid City – Elk Vale	\$7,800,000	2.125%, 30 years
7	Lake Norden	\$671,000	2.125%, 30 years
6	Westport	\$352,000	2.00%, 20 years

Staff is recommending that the following projects be added to *Attachment I – Project Priority* list of the 2020 Drinking Water SRF Intended Use Plan:

Priority Points	Loan Recipient	Estimated Loan Amount	Expected Loan Rate & Term
95	Gregory	\$6,752,000	0.00%, 30 years
88	Kingbrook Rural Water System	\$1,645,000	2.25%, 30 years
21	Tea	\$3,152,000	2.125%, 30 years

Item 8:

Staff is recommending that the following projects be added to *Attachment I – Project Priority* lists of both the 2019 Clean Water SRF Intended Use Plans:

Priority Points	Loan Recipient	Estimated Loan Amount	Expected Loan Rate & Term
13	Delmont	\$1,770,000	2.125%, 30 years
8	Andover	\$1,168,750	2.125%, 30 years

June 2020

Available Funds Summary

CONSOLIDATED WATER FACILITIES CONSTRUCTION PROGRAM

Available Funds:	\$ 3,667,451
Reversions:	\$ 788,681
Available for Award:	<u>\$ 4,456,132</u>

DRINKING WATER FACILITY GRANTS

BUILD AMERICA BONDS (BABs) FEDERAL SUBSIDY PAYMENTS

2020 Omnibus Appropriation:	\$ 1,000,000
Reversions:	\$ -
Awarded to Date:	\$ (1,000,000)
Available for Award:	<u>\$ -</u>

DRINKING WATER SRF LOANS

Available Prior Year Funds (30-Sept-2019):	\$ 17,918,640
FFY-20 Cap Grant & Match:	\$ 11,877,540
FFY-20 Repayments:	\$ 6,614,972
Leveraged Bonds:	\$ -
Deobligations/Recissions:	\$ 13,366,709
FFY-20 Awards to Date:	\$ (24,644,500)
Available for Award:	<u>\$ 25,133,361</u>

DRINKING WATER SRF PRINCIPAL FORGIVENESS

Prior Year Principal Forgiveness Allocations:	\$ 41,232,200
FFY-20 Maximum Allocation:	\$ 1,541,540
Reverted Principal Forgiveness:	\$ 83,301
Awarded to Date:	\$ (41,269,499)
Available For Award:	<u>\$ 1,587,542</u>
Princ. Forg. for Disadvantaged Communities:	\$ 12,149,400
FFY-20 Maximum Allocation:	\$ 3,853,850
Reverted Principal Forgiveness:	\$ 500,000
Awarded to Date:	\$ (12,641,600)
Available For Award:	<u>\$ 3,861,650</u>
Total Available for Award:	<u>\$ 5,449,192</u>

June 2020

Available Funds Summary

CLEAN WATER SRF WATER QUALITY GRANTS

Available Funds:	\$	1,250,049
Reversions:	\$	4,274
2020 SCPG Allotment:	\$	(200,000)
Awarded to Date:	\$	(875,000)
Available for Award:	\$	<u>179,323</u>

WASTEWATER FACILITY GRANTS

BUILD AMERICA BONDS (BABs) FEDERAL SUBSIDY PAYMENTS

2020 Omnibus Appropriation:	\$	2,000,000
Reversions:	\$	-
Awarded to Date:	\$	(937,000)
Available for Award:	\$	<u>1,063,000</u>

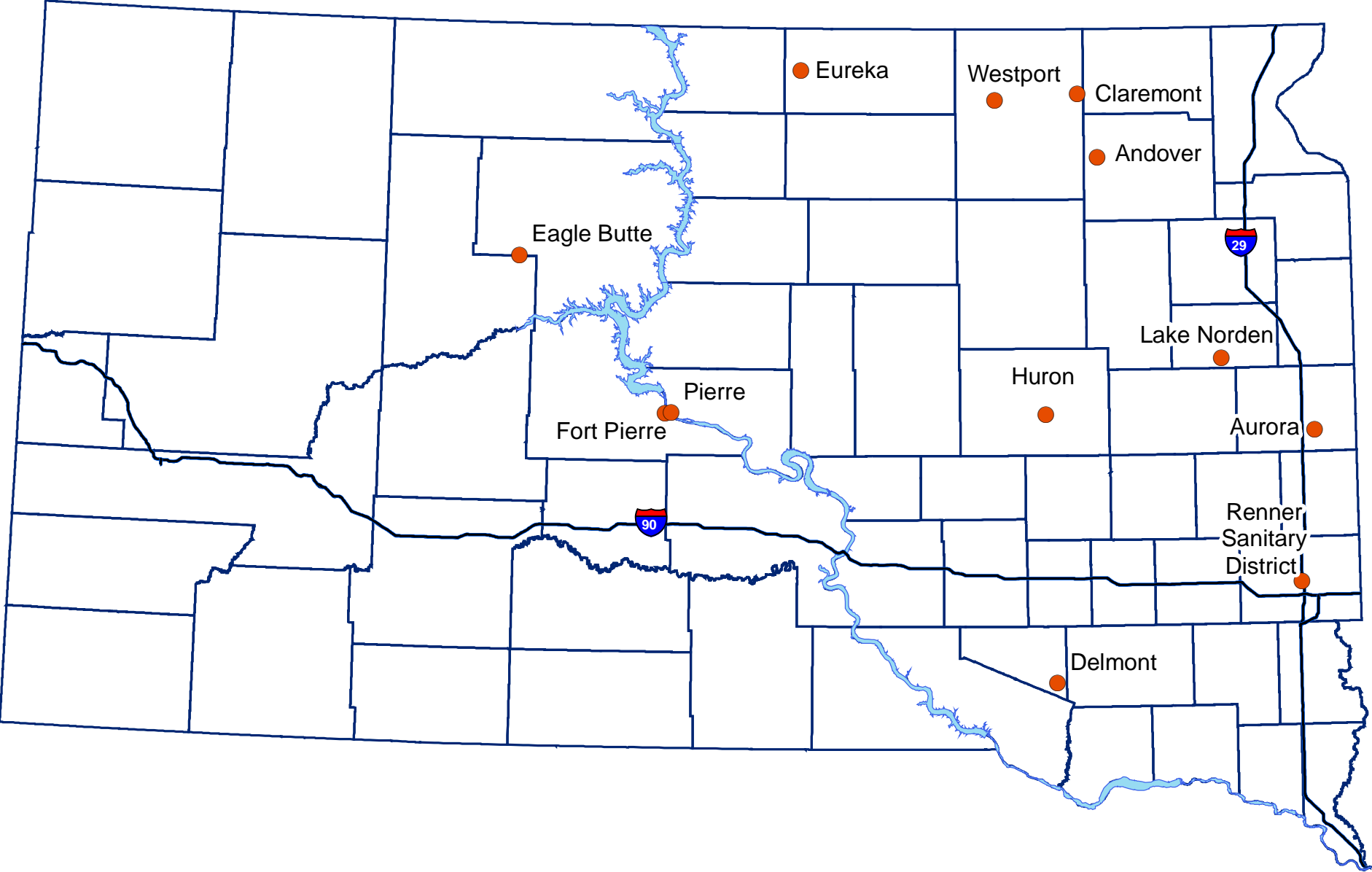
CLEAN WATER SRF LOANS

Available Prior Year Funds (30-Sept-2019):	\$	21,585,261
FFY-20 Cap Grant & Match:	\$	8,839,111
FFY-20 Repayments:	\$	15,667,992
Leveraged Bonds:	\$	100,000,000
Deobligations/Recissions:	\$	14,618,004
FFY-20 Awards to Date:	\$	(45,324,600)
Available For Award:	\$	<u>115,385,768</u>

CLEAN WATER SRF PRINCIPAL FORGIVENESS

Prior Year Principal Forgiveness Allocations:	\$	22,319,899
FFY-20 Maximum Allocation:	\$	3,112,000
Reverted Principal Forgiveness:	\$	364,943
Awarded to Date:	\$	(20,223,362)
Available For Award:	\$	<u>5,573,480</u>

June 2020 Sanitary/Storm Sewer Facilities Funding Applications



**SANITARY/STORM SEWER FACILITIES FUNDING APPLICATION
FINANCIAL ANALYSIS SUMMARY**

APPLICANT: Fort Pierre (CW-07)

Total Project Cost:	\$3,701,000
BWNR Funding Assistance Requested:	\$3,701,000
Rate/Term:	2.125%/30 years
Security Pledged For Repayment Of Loan:	Project Surcharge

Staff Analysis

- 1) If funding is provided as all loan, Fort Pierre will have to establish a surcharge of \$12.65. Fort Pierre's current rate is \$35.60/5,000 gallons. The surcharge would bring rates to \$48.25/5,000 gallons; however, staff analysis indicates that the city can restructure rates and keep them at \$45/5,000 gallons or less.

Funding Recommendation: Award a \$3,701,000 Clean Water SRF loan at 2.125% for 30 years.

Debt Service Coverage: 110% based on a surcharge of \$12.65

Loan Contingencies:

- 1) Contingent upon the Borrower adopting a bond resolution and the resolution becoming effective.
- 2) Contingent upon the Borrower establishing a surcharge at a level sufficient to provide the required debt coverage.

**SANITARY/STORM SEWER FACILITIES FUNDING APPLICATION
FINANCIAL ANALYSIS SUMMARY**

APPLICANT: Huron (CW-05)

Total Project Cost:	\$14,946,000
BWNR Funding Assistance Requested:	\$14,946,000
Rate/Term:	2.125%/30 years
Security Pledged For Repayment Of Loan:	Project Surcharge

Staff Analysis

- 1) If funding is provided as all loan, Huron will have to establish a surcharge of approximately \$11.65. Huron's current rate is \$30.72/5,000 gallons. The surcharge would bring rates to \$42.37/5,000 gallons. Staff analysis indicates that the city can restructure rates and require no rate increase.

Funding Recommendation: Award a \$14,946,000 Clean Water SRF loan at 2.125% for 30 years.

Debt Service Coverage: 110% based on a surcharge of \$11.65

Loan Contingencies:

- 1) Contingent upon the Borrower adopting a bond resolution and the resolution becoming effective.
- 2) Contingent upon the Borrower establishing a surcharge at a level sufficient to provide the required debt coverage.

**SANITARY/STORM SEWER FACILITIES FUNDING APPLICATION
FINANCIAL ANALYSIS SUMMARY**

APPLICANT: Pierre (CW-09)

Total Project Cost:	\$15,310,602
BWNR Funding Assistance Requested:	\$15,310,602
Rate/Term:	2.0%/20 years
Security Pledged For Repayment Of Loan:	Project Surcharge

Staff Analysis

- 1) If funding is provided as all loan, Pierre will have to establish a surcharge of approximately \$13.50. Pierre's current rate is \$48.84/5,000 gallons. The surcharge would bring rates to \$62.34.
- 2) Staff analysis indicates that Pierre can fund the project with little to no rate increase as the city is paying a sales tax debt with wastewater revenue.

Funding Recommendation: Award a \$15,310,000 Clean Water SRF loan at 2.0% for 20 years.

Debt Service Coverage: 110% based on a surcharge of \$13.50.

Loan Contingencies:

- 1) Contingent upon the Borrower adopting a bond resolution and the resolution becoming effective.
- 2) Contingent upon the Borrower establishing a surcharge at a level sufficient to provide the required debt coverage.

**SANITARY/STORM SEWER FACILITIES FUNDING APPLICATION
FINANCIAL ANALYSIS SUMMARY**

APPLICANT: Eagle Butte (CW-04)

Total Project Cost:	\$5,506,000
BWNR Funding Assistance Requested:	\$5,506,000
Rate/Term:	2.125%/30 Years
Security Pledged For Repayment Of Loan:	Surcharge

Staff Analysis

- 1) If all funding is provided as loan, Eagle Butte would have to establish a surcharge of \$20.30. When added to the current rate of \$30.85/5,000 gallons, residents would be paying \$51.15/5,000 gallons.
- 2) Staff analysis indicated that restructuring rates to \$41.00 per user would be sufficient to provide the required debt coverage, if all loan were recommended.
- 3) Eagle Butte is eligible for Rural Development's poverty rate of 1.375% for 40 years. The reduction in interest rate and increased term would lower the cost per user by approximately \$5.40 per user per month from the SRF loan, which represents a substantial savings.

Funding Recommendation: No Funding

Debt Service Coverage: NA

**SANITARY/STORM SEWER FACILITIES FUNDING APPLICATION
FINANCIAL ANALYSIS SUMMARY**

APPLICANT: Delmont (CW-01)

Total Project Cost:	\$3,542,734
BWNR Funding Assistance Requested:	\$1,770,000
Rate/Term:	2.125%/ 30 Years
Security Pledged For Repayment Of Loan:	Surcharge

Staff Analysis

- 1) Current rates in Delmont are a flat rate of \$37.00. If funding was provided as all loan, the city would have to establish a surcharge of \$68.50. When added to the current rate, residents would be paying a rate of \$105.50.
- 2) Delmont was recently awarded an \$888,000 loan at the poverty rate of 1.375 percent for 40 years and \$763,845 grant from Rural Development, and a \$750,000 Community Development Block Grant. This leaves a funding shortfall of \$1,210,000. With the recommended funding package consisting of 75.5 percent subsidy, rates in Delmont are expected to be a flat fee of approximately \$54.00.

Funding Recommendation: Award a \$1,210,000 Clean Water SRF loan with 100% principal forgiveness.

Debt Service Coverage: N/A - all subsidy

Loan Contingencies:

- 1) Contingent upon the Borrower adopting a bond resolution and the resolution becoming effective.
- 2) Contingent upon receipt of the 2020 Clean Water State Revolving Fund capitalization grant.

**SANITARY/STORM SEWER FACILITIES FUNDING APPLICATION
FINANCIAL ANALYSIS SUMMARY**

APPLICANT: Claremont CW-02

Total Project Cost:	\$986,000
BWNR Funding Assistance Requested:	\$986,000
Rate/Term:	2.125% / 30yrs
Security Pledged For Repayment Of Loan:	Surcharge

Staff Analysis

- 1) Claremont received a \$1,832,000 Clean Water SRF loan with \$1,387,000 in principal forgiveness in March 2019. High groundwater was discovered while conducting investigations during the design phase which increased the estimated costs to complete the project. Claremont has also identified additional work that will allow them to optimize the collection system and reduce future maintenance costs. Bids were recently opened, and \$625,000 is needed to cover the dewatering and alternate work.
- 2) Current wastewater rates are a flat fee of \$47.00 per user, of which \$32.85 is the surcharge on the first loan. A surcharge of \$4.70 is needed to provide the coverage requirement on the net loan of \$69,000, bringing rates to \$51.70.

Funding Recommendation: \$625,000 Clean Water SRF loan at 2.125% for 30 years with 89.0% principal forgiveness not to exceed \$556,000.

Debt Service Coverage: 110% based on a \$4.70 surcharge

Loan Contingencies:

- 1) Contingent upon the Borrower adopting a bond resolution and the resolution becoming effective.
- 2) Contingent upon the Borrower establishing a surcharge at a level sufficient to provide the required debt coverage.
- 3) Contingent upon receipt of the 2020 Clean Water State Revolving Fund capitalization grant from EPA.

SANITARY/STORM SEWER FACILITIES FUNDING APPLICATION FINANCIAL ANALYSIS SUMMARY

APPLICANT: Aurora (CW-03)

Total Project Cost: \$4,352,000

BWNR Funding Assistance Requested: \$4,352,000

Rate/Term: 2.125%/30 Years

Security Pledged For Repayment Of Loan: Surcharge

Staff Analysis

- 1) Current rates in Aurora are a flat rate of \$42.60. If all funding is provided as loan, the city would have to establish a surcharge of \$46.35, bringing overall rates to \$88.95.
- 2) At the recommended funding level, Aurora would have to establish a surcharge of \$21.35 per user, bringing overall rates to \$63.95. Staff analysis indicates Aurora could restructure its rates and operate the system and provide the required surcharge with rates of approximately \$43.00 when an existing Clean Water SRF loan is paid off in January 2022.

Funding Recommendation: Award a \$2,002,000 Clean Water SRF loan at 2.125% for 30 Years, a \$2,000,000 Consolidated grant and a \$350,000 Clean Water BABs grant.

Debt Service Coverage: 110% based on a \$21.35 surcharge

Loan Contingencies:

- 1) Contingent upon the Borrower adopting a bond resolution and the resolution becoming effective.
- 2) Contingent upon the Borrower establishing a surcharge at a level sufficient to provide the required debt coverage.

Grant Special Condition:

- 1) Grant funds for reimbursement of project costs must be drawn concurrently with the Clean Water SRF loan funds.

SANITARY/STORM SEWER FACILITIES FUNDING APPLICATION FINANCIAL ANALYSIS SUMMARY

APPLICANT: Renner Sanitary District (CW-01)

Total Project Cost:	\$2,125,000
BWNR Funding Assistance Requested:	\$2,125,000
Rate/Term:	2.125%/30 Years
Security Pledged For Repayment Of Loan:	Revenue

Staff Analysis

- 1) Current rates for the residents of Renner Sanitary District are a flat rate of \$71.00. If funding is provided as all loan, Renner Sanitary District would have 47% coverage.
- 2) Based on the recommended funding level, staff analysis indicates that a \$4.00 base rate increase would provide the required coverage. This would bring overall rates to \$75.00.

Funding Recommendation: Award a \$1,147,000 Clean Water SRF loan at 2.125% for 30 years and a \$978,000 Consolidated grant.

Debt Service Coverage: 110% based on a flat rate of \$75.00

Loan Contingencies:

- 1) Contingent upon the Borrower adopting a bond resolution and the resolution becoming effective.
- 2) Contingent upon the Borrower establishing rates at a level sufficient to provide the required debt coverage.

Grant Special Condition:

- 1) Grant funds for reimbursement of project costs must be drawn concurrently with the Clean Water SRF loan funds.

SANITARY/STORM SEWER FACILITIES FUNDING APPLICATION FINANCIAL ANALYSIS SUMMARY

APPLICANT: Andover (CW-02)

Total Project Cost:	\$1,168,750
BWNR Funding Assistance Requested:	\$1,168,750
Rate/Term:	2.125%/30 years
Security Pledged For Repayment Of Loan:	Project Surcharge

Staff Analysis

- 1) If funding is provided as all loan, Andover will have to establish a surcharge of approximately \$110. Andover's current rate is a flat fee of \$38. The surcharge would bring rates to \$148. Andover's current rate includes \$28 to cover existing SRF and Consolidated loans.
- 2) Andover's base fee does not provide sufficient funds to cover O&M. Based on staff recommendation, Andover will require rates of approximately \$56 to provide debt coverage and cover O&M expenses.
- 3) At staff's request, the Midwest Assistance Program is providing technical assistance to the community.

Funding Recommendation: Award a \$1,168,000 Clean Water SRF loan @ 2.125% for 30 years with 91.5% principal forgiveness not to exceed \$1,068,000.

Debt Service Coverage: 110% based on a surcharge of \$9.45.

Loan Contingencies:

- 1) Contingent upon the Borrower adopting a bond resolution and the resolution becoming effective.
- 2) Contingent upon the Borrower establishing a surcharge at a level sufficient to provide the required debt coverage.
- 3) Contingent upon receipt of the 2020 Clean Water State Revolving Fund capitalization grant.

SANITARY/STORM SEWER FACILITIES FUNDING APPLICATION FINANCIAL ANALYSIS SUMMARY

APPLICANT: Lake Norden (CW-02)

Total Project Cost:	\$671,000
BWNR Funding Assistance Requested:	\$671,000
Rate/Term:	2.125% / 30 yrs
Security Pledged For Repayment Of Loan:	Surcharge

Staff Analysis

- 1) Current residential wastewater rates in Lake Norden are \$43.70 for 5,000 gallons of usage. At the recommended full loan amount a surcharge of \$10.70 is needed to service the debt coverage. Staff analysis indicates that Lake Norden could restructure its rates and provide the required debt service and O&M with rates of \$45.00.

Funding Recommendation: Award a \$671,000 Clean Water SRF loan at 2.125% for 30 years.

Debt Service Coverage: 110% based on a \$10.70 surcharge

Loan Contingencies:

- 1) Contingent upon the Borrower adopting a bond resolution and the resolution becoming effective.
- 2) Contingent upon the Borrower establishing a surcharge at a level sufficient to provide the required debt coverage.

SANITARY/STORM SEWER FACILITIES FUNDING APPLICATION FINANCIAL ANALYSIS SUMMARY

APPLICANT: Westport (2021L-202)

Total Project Cost:	\$352,000
BWNR Funding Assistance Requested:	\$352,000
Rate/Term:	2.00% / 20yrs
Security Pledged For Repayment Of Loan:	Surcharge

Staff Analysis

- 1) Westport received a \$445,000 Clean Water loan and a \$172,000 Consolidated grant in March of 2016 to make improvements to its storm sewer and replace a lift station. The project and funding package was amended in March of 2018 to replace only the lift station. The revised funding package rescinded the \$445,000 Clean Water loan and awarded a \$270,000 Consolidated loan and amended the Consolidated grant to \$30,000.
- 2) The project was bid last summer and bids came in high. The grant expired March 31, 2020 and Westport has requested to rescind the Consolidated loan 2019L-104 that was closed on July 1, 2019. No Proceeds of the loan were disbursed to Westport.
- 3) Current wastewater flat fee rates in Westport are \$35.00 per user. Staff Analysis indicates Westport could restructure their rates to \$42.50 per user with a \$32.50 surcharge required for a \$352,000 loan and cover operating expenses. Westport could pay-off a National Rural Water Association loan that has an outstanding balance of approximately \$9,700 to reduce overall rates to \$40.00 per user. Westport's cash flow indicates that they will have \$148,382 at the end of 2020.

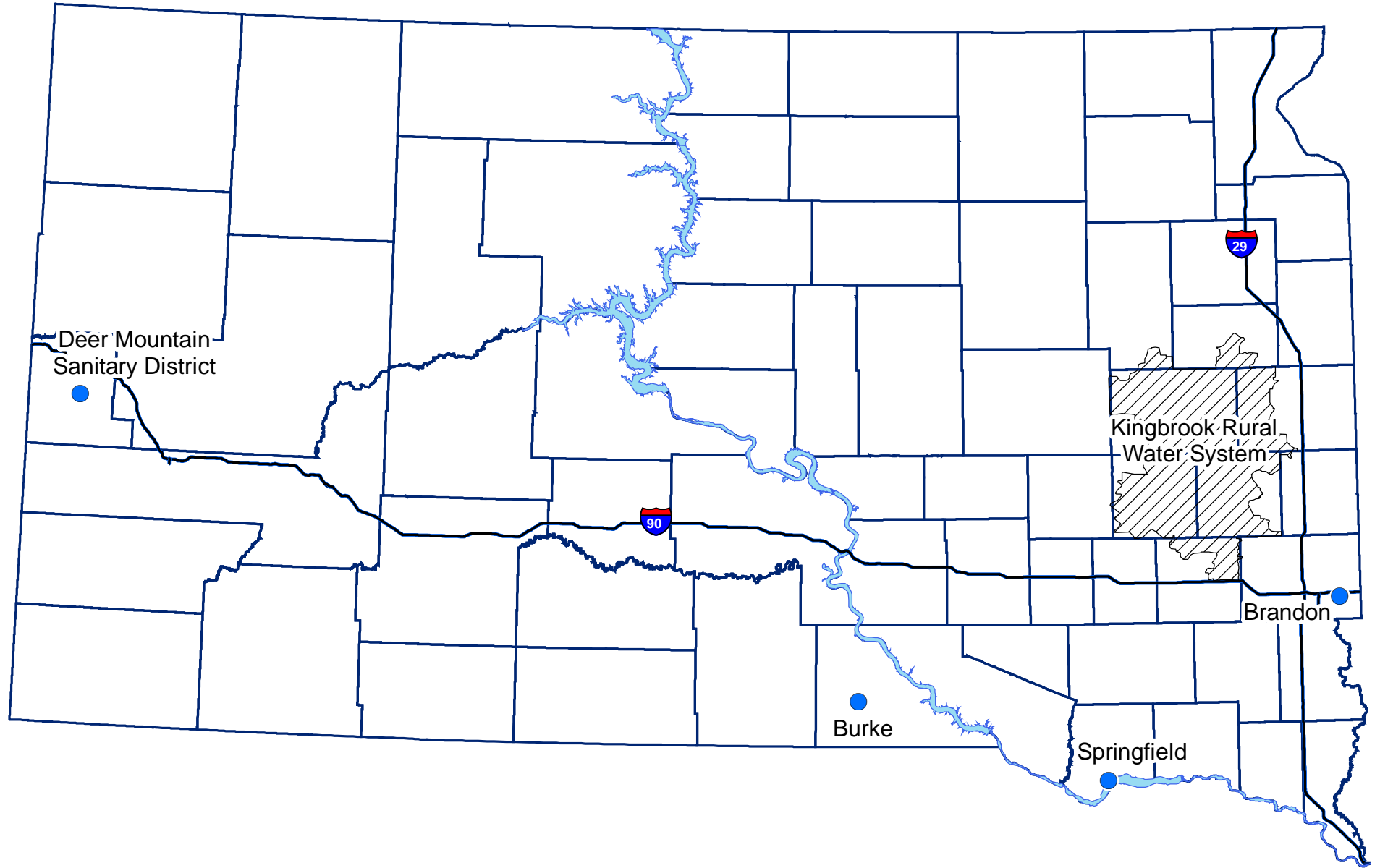
Funding Recommendation: Award a \$352,000 Consolidated loan at 2.0% for 20 years.

Debt Service Coverage: 110% based on a \$32.50 surcharge

Loan Contingencies:

- 1) Contingent upon the Borrower adopting a bond resolution and the resolution becoming effective.
- 2) Contingent upon the Borrower establishing a surcharge at a level sufficient to provide the required debt coverage.

June 2020 Drinking Water Facilities Funding Applications



DRINKING WATER FACILITIES FUNDING APPLICATION FINANCIAL ANALYSIS SUMMARY

APPLICANT: Springfield (DW-01)

Total Project Cost:	\$7,355,200
BWNR Funding Assistance Requested:	\$6,600,000
Rate/Term:	1.625%/30 years
Security Pledged For Repayment Of Loan:	Project Surcharge

Staff Analysis

- 1) If funding is provided as all loan, the city will have to establish a surcharge of approximately \$73 per month. Current rates are \$37/5,000 gallons which would bring rates to approximately \$110/5,000 gallons.
- 2) The Mike Durfee State Prison accounts for approximately 50% of water use. It is anticipated that Springfield will establish a separate surcharge amount for the prison based on the prison's average usage, which will reduce the impact to the residential users' rates.
- 3) The city has received a \$550,000 CDBG grant for the project and has applied to Rural Development for additional funding assistance. The Department is working with Rural Development to co-fund balance of the project. Rural Development's loan rates and 40-year term allow for more reasonable rates for users. Based on conversations with Rural Development, staff believes that rates can be kept to less than \$55 per user based on the recommended funding.

Funding Recommendation: Award a \$2,000,000 Drinking Water SRF loan with 100% principal forgiveness.

Debt Service Coverage: N/A with a loan that receives 100% principal forgiveness.

Loan Contingencies:

- 1) Contingent upon the Borrower adopting a bond resolution and the resolution becoming effective.
- 2) Contingent upon receipt of the 2020 Drinking Water State Revolving Fund capitalization grant.

DRINKING WATER FACILITIES FUNDING APPLICATION FINANCIAL ANALYSIS SUMMARY

APPLICANT: Kingbrook Rural Water System DW-08

Total Project Cost: \$849,000

BWNR Funding Assistance Requested: \$836,500

Rate/Term: 1.625%/30 Years

Security Pledged For Repayment Of Loan: Revenue

Staff Analysis

- 1) This project will provide individual service to the residents of Nunda. Current rates for Kingbrook RWS rural residential users for 7,000 gallons are \$62.40.
- 2) Current Kingbrook RWS rates per 5,000 gallons are \$54.00. If funding were provided as all loan, Nunda customers would need to enact a surcharge of \$129.38. Based on staff recommendations a surcharge of \$13.90 per user would be required, bringing overall rates to \$67.90.

Funding Recommendation: Award a \$836,500 Drinking Water SRF loan at 1.625% for 30 years with 89.4% principal forgiveness not to exceed \$747,000.

Debt Service Coverage: 123% based on current rates.

Loan Contingencies:

- 1) Contingent upon the Borrower adopting a resolution approving the form of the loan agreement, the promissory note, and the pledge of revenues for repayment of the loan.
- 2) Contingent upon the Borrower approving a security agreement and mortgage.
- 3) Contingent upon an Intercreditor Agreement being approved and executed by Rural Utilities Service, Cobank, Kingbrook Rural Water System, and the District.
- 4) Contingent upon receipt of the 2020 Drinking Water State Revolving Fund capitalization grant.

**DRINKING WATER FACILITIES FUNDING APPLICATION
FINANCIAL ANALYSIS SUMMARY**

APPLICANT: Deer Mountain Sanitary District DW-01

Total Project Cost: \$2,174,000

BWNR Funding Assistance Requested: \$2,174,000

Rate/Term: 2.125%/30 Years

Security Pledged For Repayment Of Loan: Property Tax-General Obligation Bond

Staff Analysis

- 1) Residents of Deer Mountain Sanitary District currently pay a flat fee of \$125 to a private owner for water service. A mil levy has been established for the new system for \$200,000 assessed at a rate of 0.696 on the tax bill.
- 1) If funding is provided as all loan, Deer Mountain Sanitary District will have 125% coverage based on the established mil levy for debt service.

Funding Recommendation: Award a \$2,174,000 Drinking Water SRF loan at 2.125% for 30 years.

Debt Service Coverage: 125% based on the current mil levy

Loan Contingencies:

- 1) Contingent upon the Borrower adopting a bond resolution and the resolution becoming effective.
- 2) Contingent upon the Borrower demonstrating financial, managerial, and technical capacity.
- 3) Contingent upon a certified copy of any other approvals of the levy of ad valorem taxes

**DRINKING WATER FACILITIES FUNDING APPLICATION
FINANCIAL ANALYSIS SUMMARY**

APPLICANT: Brandon (DW-03)

Total Project Cost:	\$5,687,000
BWNR Funding Assistance Requested:	\$5,687,000
Rate/Term:	2.125%/30 years
Security Pledged For Repayment Of Loan:	System Revenues

Staff Analysis

- 1) If funding is provided as all loan, Brandon's current water rate will provide 174% debt coverage. Brandon's current water rate is \$32.20/5,000 gallons.

Funding Recommendation: Award a \$5,687,000 Drinking Water SRF loan @2.125%/30 years.

Debt Service Coverage: 174% based on current rates.

Loan Contingencies:

- 1) Contingent upon the Borrower adopting a bond resolution and the resolution becoming effective.

**DRINKING WATER FACILITIES FUNDING APPLICATION
FINANCIAL ANALYSIS SUMMARY**

APPLICANT: Burke DW-02

Total Project Cost:	\$540,302
BWNR Funding Assistance Requested:	\$540,000
Rate/Term:	1.625%/30 Years
Security Pledged For Repayment Of Loan:	Revenue

Staff Analysis

- 1) If all funding is provided as loan, the city would have 110% coverage based on the current rates of \$35.00/5,000 gallons.

Funding Recommendation: Award a \$540,000 Drinking Water SRF loan at 1.625% for 30 Years

Debt Service Coverage: 110% based on current rates

Loan Contingencies:

- 1) Contingent upon the Borrower adopting a bond resolution and the resolution becoming effective.

June 2020

Available Funds Summary

CONSOLIDATED WATER FACILITIES CONSTRUCTION PROGRAM

Available Funds:	\$ 3,667,451
Reversions:	<u>\$ 788,681</u>
Available for Award:	\$ 4,456,132
Recommended:	<u>\$ (3,330,000)</u>
Balance:	\$ 1,126,132

DRINKING WATER FACILITY GRANTS

BUILD AMERICA BONDS (BABs) FEDERAL SUBSIDY PAYMENTS

2020 Omnibus Appropriation:	\$ 1,000,000
Reversions:	\$ -
Awarded to Date:	<u>\$ (1,000,000)</u>
Available for Award:	\$ -
Recommended:	<u>\$ -</u>
Balance:	\$ -

DRINKING WATER SRF LOANS

Available Prior Year Funds (30-Sept-2019):	\$ 17,918,640
FFY-20 Cap Grant & Match:	\$ 11,877,540
FFY-20 Repayments:	\$ 6,614,972
Leveraged Bonds:	\$ -
Deobligations/Recissions:	\$ 13,366,709
FFY-20 Awards to Date:	<u>\$ (24,644,500)</u>
Available for Award:	\$ 25,133,361
Recommended PF:	\$ (3,051,000)
Recommended Loan:	<u>\$ (8,586,500)</u>
Balance:	\$ 13,495,861

DRINKING WATER SRF PRINCIPAL FORGIVENESS

Prior Year Principal Forgiveness Allocations:	\$ 41,232,200
FFY-20 Maximum Allocation:	\$ 1,541,540
Reverted Principal Forgiveness:	\$ 83,301
Awarded to Date:	<u>\$ (41,269,499)</u>
Available For Award:	\$ 1,587,542
Recommended:	<u>\$ -</u>
Balance:	\$ 1,587,542
Princ. Forg. for Disadvantaged Communities:	\$ 12,149,400
FFY-20 Maximum Allocation:	\$ 3,853,850
Reverted Principal Forgiveness:	\$ 500,000
Awarded to Date:	<u>\$ (12,641,600)</u>
Available For Award:	\$ 3,861,650
Recommended:	<u>\$ (3,051,000)</u>
Balance:	\$ 810,650
Total Balance:	\$ 2,398,192

June 2020 Available Funds Summary

CLEAN WATER SRF WATER QUALITY GRANTS

Available Funds:	\$ 1,250,049
Reversions:	\$ 4,274
2020 SCPG Allotment:	\$ (200,000)
Awarded to Date:	<u>\$ (875,000)</u>
Available for Award:	\$ 179,323
Recommended:	<u>\$ -</u>
Balance:	\$ 179,323

WASTEWATER FACILITY GRANTS

BUILD AMERICA BONDS (BABs) FEDERAL SUBSIDY PAYMENTS

2020 Omnibus Appropriation:	\$ 2,000,000
Reversions:	\$ -
Awarded to Date:	<u>\$ (937,000)</u>
Available for Award:	\$ 1,063,000
Recommended:	<u>\$ (350,000)</u>
Balance:	\$ 713,000

CLEAN WATER SRF LOANS

Available Prior Year Funds (30-Sept-2019):	\$ 21,585,261
FFY-20 Cap Grant & Match:	\$ 8,839,111
FFY-20 Repayments:	\$ 15,667,992
Leveraged Bonds:	\$ 100,000,000
Deobligations/Recissions:	\$ 14,618,004
FFY-20 Awards to Date:	<u>\$ (45,324,600)</u>
Available For Award:	\$ 115,385,768
Recommended PF:	\$ (2,834,000)
Recommended Loan:	<u>\$ (37,946,000)</u>
Balance:	\$ 74,605,768

CLEAN WATER SRF PRINCIPAL FORGIVENESS

Prior Year Principal Forgiveness Allocations:	\$ 22,319,899
FFY-20 Maximum Allocation:	\$ 3,112,000
Reverted Principal Forgiveness:	\$ 364,943
Awarded to Date:	<u>\$ (20,223,362)</u>
Available For Award:	\$ 5,573,480
Recommended:	<u>\$ (2,834,000)</u>
Balance:	\$ 2,739,480