

LOAN APPLICATION
RECOMMENDED FOR APPROVAL

- Applicant:** Duncan Public Utilities Authority, Stephens County
- Application No.:** ORF-09-0015-DW
Drinking Water State Revolving Fund Loan (“DWSRF Loan”) and American Recovery and Reinvestment Act (“ARRA Funds”)
- Funding Requested:** \$13,355,000.00 DWSRF Loan and ARRA Funds
- Loan Interest Rate:** The DWSRF Loan shall bear a fixed interest rate to be determined prior to loan closing plus an administrative fee of 0.5% per annum, all on the outstanding principal balance of the loan.
- Loan Payment Term:** Interest, administrative fee, and principal payments shall be made on a semi-annual basis. The Applicant shall commence principal repayment no later than one (1) year following Project completion, and the maturity of the loan shall be no later than thirty (30) years following the date the Project is completed.
- Loan Security Position:** The DWSRF loan shall be secured with a lien on the revenues of the Applicant's water, sewer, sanitation, and electric systems and may include a mortgage on the Applicant's water and sewer systems and other real property.
- Allocation of Funds:** The loan funds shall be provided from the DWSRF and other funds, if any, shall be provided from the ARRA.
- Purpose:** The applicant will utilize the funding proceeds to: (i) upgrade various pump stations at several key locations in the City of Duncan, including pump replacement, electrical system rehabilitation, installation of variable frequency drives, and control system improvements; replace over 10,000 existing water meters with new meters equipped with an automated meter reading system, establish a Wi-Fi connection for the meters, and implement a new GIS utility billing system; and (ii) pay related costs of issuance.

**LOAN APPLICATION
RECOMMENDED FOR APPROVAL**

- Applicant:** Duncan Public Utilities Authority, Stephens County
- Application No.:** ORF-09-0016-CW
Clean Water State Revolving Fund Loan (“CWSRF Loan”) and
American Recovery and Reinvestment Act (“ARRA Funds”)
- Funding Requested:** \$370,000.00 CWSRF Loan and ARRA Funds
- Loan Interest Rate:** The CWSRF Loan shall bear a fixed interest rate to be determined prior to loan closing plus an administrative fee of 0.5% per annum, all on the outstanding principal balance of the loan.
- Loan Payment Term:** Interest, administrative fee, and principal payments shall be made on a semi-annual basis. The Applicant shall commence principal repayment no later than one (1) year following Project completion, and the maturity of the loan shall be no later than twenty (20) years following the date the Project is completed.
- Loan Security Position:** The CWSRF loan shall be secured with a lien on the revenues of the Applicant's water, sewer, sanitation, and electric systems, and may include a mortgage on the Applicant's water and sewer systems and other real property.
- Allocation of Funds:** The loan funds shall be provided from the CWSRF and other funds, if any, shall be provided from the ARRA.
- Purpose:** The applicant will utilize the funding proceeds to: (i) replace two (2) 100 horsepower motors for the aerators and install two (2) new variable frequency drives in the control building to serve the new motors and (ii) pay related costs of issuance.