

FUNDING APPLICATION
RECOMMENDED FOR APPROVAL

- Applicant:** Perkins Public Works Authority, Payne County
- Application No.:** ORF-09-0002-CW
Clean Water State Revolving Fund Loan (“CWSRF Loan”) and American Recovery and Reinvestment Act (“ARRA Funds”)
- Funding Requested:** \$7,225,000.00 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 loan shall be secured with a lien on the revenues of the Applicant's water and sewer systems, the proceeds of a 1 cent sales tax, 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) upgrade the existing sewer treatment plant and (ii) pay related costs of issuance. The new plant will be a Sequential Batch Reactor (SBR) type treatment system and will include new headworks, new sludge handling equipment, a new lab building, an ultraviolet disinfection system, a 24-inch sewer outfall line, a flow equalization basin, and other related construction items.