

**LOAN APPLICATION
RECOMMENDED FOR APPROVAL**

- Applicant:** Rural Water District No. 7, Rogers County
- Application No.:** ORF-09-0004-DW
Drinking Water State Revolving Fund Loan (“DWSRF Loan”) and American Recovery and Reinvestment Act (“ARRA Funds”)
- Funding Requested:** \$759,000.00 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 system, and may include a mortgage on the Applicant's water system 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) construct 7,500 linear feet of 12-inch water line extending north from Walton Drive to the Kendall Pump Station; install 1,500 new water meters equipped with an automated meter reading system; and (ii) pay related costs of issuance.