

# State Question 764

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# Why SQ 764?

- \$82 Billion need identified for Oklahoma's water and wastewater infrastructure over the next 50 years
- OWRB's five successful grant and loan programs can only satisfy 4% to 9% of the state's projected financing demand

# Why SQ 764?

- Perhaps the most important reason...

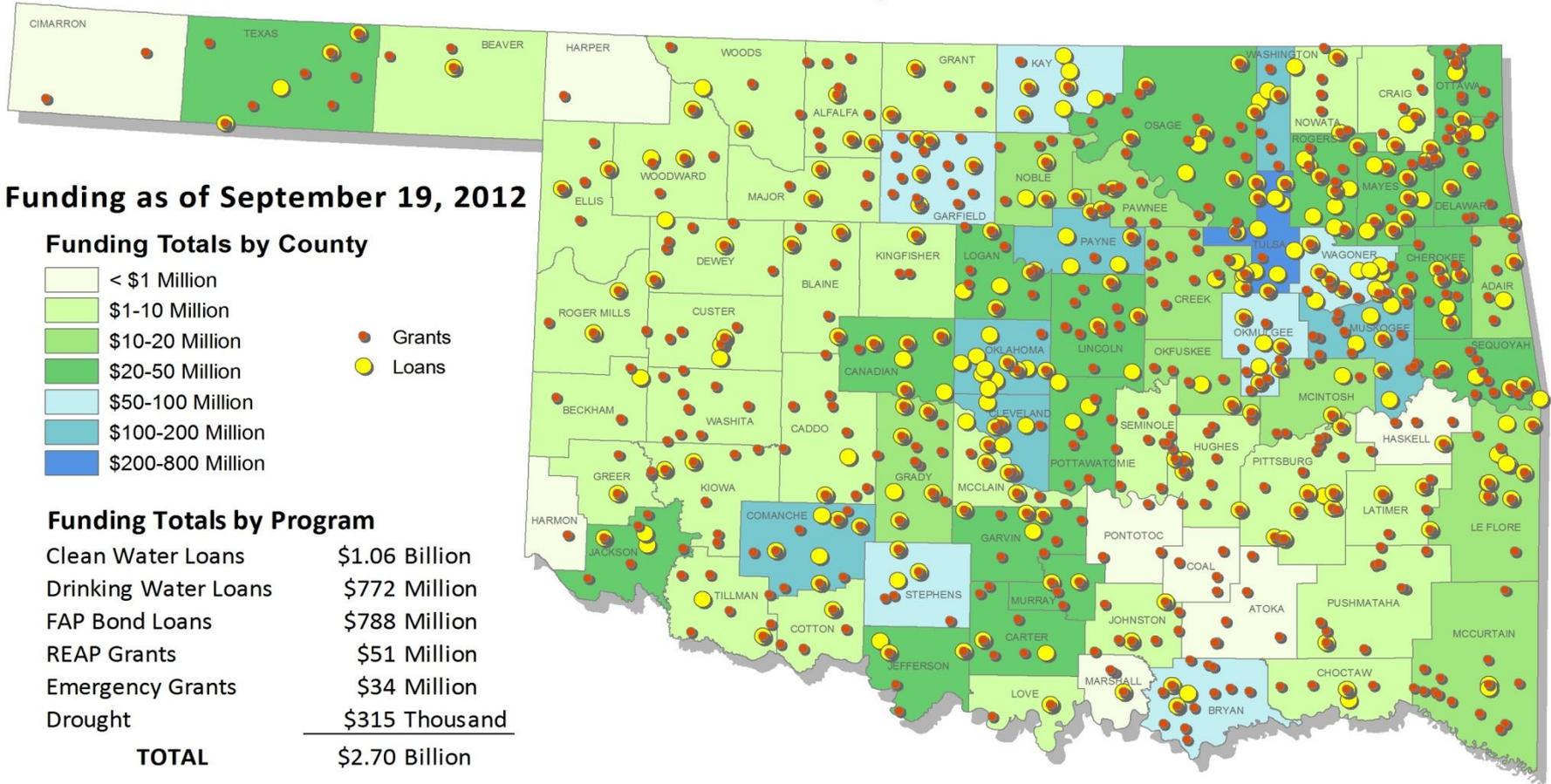
**Ensure clean water for  
future generations**

# Who Needs Financing?

- Small, medium and large communities ALL need access to low-cost financing
- Greatest need in small- and medium-sized communities:
  - Historically, over 75% of OWRB's financings went to these communities

# Financial Assistance Program

## Loan and Grant Recipient Status



### Funding as of September 19, 2012

#### Funding Totals by County

- < \$1 Million
  - \$1-10 Million
  - \$10-20 Million
  - \$20-50 Million
  - \$50-100 Million
  - \$100-200 Million
  - \$200-800 Million
- Grants
  - Loans

#### Funding Totals by Program

Clean Water Loans	\$1.06 Billion
Drinking Water Loans	\$772 Million
FAP Bond Loans	\$788 Million
REAP Grants	\$51 Million
Emergency Grants	\$34 Million
Drought	\$315 Thousand
<b>TOTAL</b>	<b>\$2.70 Billion</b>
<b>TOTAL SAVINGS</b>	<b>\$939 Million</b>

# How Do OWRB Programs Work?

- OWRB programs allow communities access to more aggressive interest rates
  - This rate is often better than what most systems can get in the open market
  - SRF AAA and FAP AA+
- Access to these rates saves systems and their customers \$\$\$ over traditional financing options
- OWRB programs are reaching full capacity

# How Will SQ 764 Work?

- OWRB will use the State's pledge to leverage funds in the bond market as projects are ready to begin construction
- By leveraging against the pledge of \$300 Million, OWRB will be able to fund approximately \$3 Billion in infrastructure projects (largest estimated need in any one period)
- This is NOT a Bond Issue or a Tax Increase  
– Just a pledge of credit

# Without SQ 764

- Access to reduced interest rate financing remains insufficient to meet demand
- Increased costs must be borne by Oklahomans – water/sewer bills will increase
- Clean, drinkable water may not be available... or it will only be available at a much higher cost for future generations

# Questions?

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