

Missouri Clean Water Commission Meeting  
Department of Natural Resources  
Lewis and Clark State Office Building  
LaCharrette/Nightingale Creek Conference Rooms  
1101 Riverside Drive  
Jefferson City, Missouri

January 12, 2011

**Financial Assistance Center Update**

**Issue:** \$50 Million Bond Sale Update (State Bonds)

In November 2007, \$50 million in Water Pollution Control Bonds were sold to fund the Department's rural water, rural sewer and 40% construction grant programs. As of December 17, 2010, 311 applications have been received requesting more than \$129 million in project funding. Of these applications, approximately \$52.3 million has been awarded or is in the process of being awarded.

**Recommended Action:** Information Only.

**Suggested Motion Language:** None.

**Attachments:** Bond Fund Summary

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**Issue:** 2010B Leveraged Bond Sale

On November 17, 2010, the Environmental Improvement and Energy Resources Authority (Authority), in conjunction with the Department, sold bonds through a new leveraging structure. A new hybrid cash flow model allows the Department to pledge existing direct loans to the Authority, who in turn, uses (leverages) the interest revenue from the existing loans to pay the debt service on new bonds. The proceeds from the new bonds are then used to initiate new loans as illustrated in the revised 2011 Intended Use Plan.

The net proceeds from the bonds, including premium totaled \$74,280,983. The Clean Water State Revolving Fund (SRF) portion totaled \$60,165,603 while the remaining \$14,115,380 will fund the Drinking Water SRF.

**Recommended Action:** Information Only.

**Suggested Motion Language:** None.

**Attachments:** None

**Summary Sheet -- Water Pollution Control Bond Fund Applications (Sale November 2007)**

Includes Bond Proceeds, Repayments and Interest

Grant Type	November 2007 Bond Proceeds	Interest Earnings and Repayments	Total Allocated	Applications Received	Amount Requested	Applications Remaining to Evaluate	Amount Possible (applicants waiting for \$ or to be E for a commitment)	Amount Probable (applications w/ committed \$)	Awarded	Total Amount Probable + Awarded (Can't exceed allocated funds)	Money available
<b>Rural Sewer</b>			<b>\$16,412,958</b>	113	\$31,728,363	\$2,192,400	\$2,916,792	\$2,111,307	\$14,206,614	\$16,317,921	\$95,037
Bond Allocation	\$14,793,990										
Interest 37(e)		\$847,684									
Excess Bond Proceeds (e)	\$75,536										
Interest 37(g)		\$631,066									
Excess Bond Proceeds (g)	\$64,682										
<b>Rural Water</b>			<b>\$16,022,748</b>	118	\$42,213,407	\$2,086,450	\$16,649,198	\$0	\$16,022,748	\$16,022,748	(\$0)
Bond Allocation	\$15,002,745										
Interest 37(e)		\$436,474									
Excess Bond Proceeds (e)	\$64,609										
Interest 37(g)		\$454,238									
Excess Bond Proceeds (g)	\$64,682										
<b>Forty Percent</b>			<b>\$17,601,265</b>	51	\$45,901,843	\$0	\$3,534,129	\$2,000,000	\$15,601,265	\$17,601,265	(\$0)
Bond Allocation	\$17,251,265										
Interest 37(e)		\$350,000									
<b>Direct Loans</b>			<b>\$7,098,059</b>	29	\$9,608,948	\$0	\$0	\$304,271	\$6,481,155	\$6,785,426	\$312,633
Bond Allocation	\$2,952,000										
repayments		\$3,997,634									
Interest (e)		\$107,846									
Interest (g)		\$40,578									
<b>Totals</b>	<b>\$50,269,509</b>	<b>\$6,865,521</b>	<b>\$57,135,030</b>	<b>311</b>	<b>\$129,452,561</b>	<b>\$4,278,850</b>	<b>\$23,100,119</b>	<b>\$4,415,578</b>	<b>\$52,311,782</b>	<b>\$56,727,360</b>	<b>\$407,669</b>
Total Interest Earnings		<b>\$2,867,886</b>									
<b>Balance</b>	funds available less repayments		<b>\$53,137,395</b>	<b>(\$72,317,531)</b>			<b>\$4,823,247</b>	<b>\$407,669</b>			

**NOTE: The total shown reflects the bond sale proceeds, interest earnings and repayments**  
 Interest from 37(e) can be used for State 40% Grants, Rural Water Grants, Rural Sewer Grants and Direct Loans  
 Interest from 37(g) can be used for Rural Water Grants, Rural Sewer Grants and Direct Loans  
 Repayments in Fund 0755 are used for direct loans.