

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

April 5, 2017

Small Borrower Loan for the city of Linn Creek

Issue: The city of Linn Creek has requested a loan in the amount of \$70,000 to fund the relocation of a sewer main that is attached to the Business Park Road Bridge, as the bridge is being relocated by Missouri Department of Transportation (MoDOT) due to severe structural weaknesses.

Background: The city of Linn Creek has been informed by MoDOT that the Business Park Road Bridge is going to be relocated in July 2017 causing the relocation sewer main project. The project includes relocating the sewer main by boring under North Fork Linn Creek, boring under a road and running new electric for the lift station and relocation of electric meter. The city has stated that MoDOT will not extend the period of time for this project. The city must bear the expense of this project due to the sewer main and electric service being located inside MoDOT's right of way.

The city has been informed by the department that a Small Borrow Loan for the project cannot be finalized in the short amount of time given. The city has decided to pursue the loan as a reimbursement for the project cost so they can pay replenish cash used once the loan is available and finance the project costs over 20 years to reduce the impact to user rates. The city has indicated that the loan should enable the city to keep user rates stable.

The total project cost is estimated to be \$69,132.

Recommended Action: The department recommends that the Commission approve the allocation of funding in the amount of \$70,000 for a Small Borrower loan to the city of Linn Creek.

Suggested Motion: "I move to approve the allocation of funding in the amount of \$70,000 for a Small Borrower loan to the city of Linn Creek."

Attachments: Aerial photo of project area.



ARROW shows Bridge with attached sewer main