

Missouri Clean Water Commission
Department of Natural Resources
Lewis and Clark State Office Building
LaCharrette/Nightingale Conference Rooms
1101 Riverside Drive
Jefferson City, Missouri 65102

November 2, 2011

Small Borrower Loan for Martinsburg

Issue: The City of Martinsburg has requested a small borrower loan of \$100,000 to partially fund the costs of constructing a new lagoon storage pond and replacing the wastewater collection system.

Background: The City of Martinsburg proposes to construct a new lagoon storage pond, converting the existing lagoon treatment facility into a no-discharge land application system, and replacing approximately 2,850 linear feet of existing sewer main. The total project cost is approximately \$2,010,130 with the city receiving USDA - Rural Development funding in the form of a grant for \$705,000 and a loan for \$1,032,000. Martinsburg will provide an additional \$173,130 from city funds. The Small Borrower Loan will complete the funding package necessary for this project.

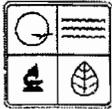
Funding for the Small Borrower Loans is from repayments of loans originated with the sale of state Water Pollution Control bonds.

Recommended Action: The Department recommends that the Commission approve the proposed small borrower loan to the City of Martinsburg.

Suggested Motion Language: "I move to approve the small borrower loan of \$100,000 for the City of Martinsburg."

Attachment:

City of Martinsburg's Application for Funding



MISSOURI DEPARTMENT OF NATURAL RESOURCES
 WATER PROTECTION PROGRAM, FINANCIAL ASSISTANCE CENTER
SMALL BORROWER LOAN APPLICATION

Submit to: P.O. Box 176, Jefferson City, MO 65102-0176
 Attn: Financial Assistance Center

FOR OFFICE USE ONLY

DATE RECEIVED

9-7-11 KM

LOAN NUMBER

502-146-11

PWS ID NUMBER

This application is for a Small Borrower Loan

APPLICANT INFORMATION

APPLICANT NAME City of Martinsburg, Missouri			
MAILING ADDRESS 101 E. Washington, PO Box 128			
CITY Martinsburg	STATE MO	ZIP CODE + FOUR 65264-0128	COUNTY Audrain
TELEPHONE NUMBER WITH AREA CODE 573-492-6292 Ext.		FAX NUMBER WITH AREA CODE	
AUTHORIZED REPRESENTATIVE NAME Pat Arens, Mayor		AUTHORIZED REPRESENTATIVE TITLE Mayor	
NAME OF PERSON TO CONTACT ABOUT THIS APPLICATION Stephen Lin, PE		TELEPHONE NUMBER WITH AREA CODE 573-875-8799 Ext.	
CONSULTING ENGINEER Allstate Consultants LLC			
CONSULTANT MAILING ADDRESS 3312 LeMone Industrial Blvd.			
CITY Columbia	STATE MO	ZIP CODE + FOUR 65201	
CONSULTANT TELEPHONE NUMBER WITH AREA CODE 573-875-8799 Ext.		CONSULTANT FAX NUMBER WITH AREA CODE 573-875-8850	
POPULATION (CURRENT CENSUS) 304	POPULATION OF AREA TO BE SERVED 304	FEDERAL TAX ID NUMBER 43-1161595	
STATE SENATE DISTRICT NUMBER(S) FOR PROJECT 18		STATE REPRESENTATIVE DISTRICT NUMBER(S) FOR PROJECT 010	
OTHER FUNDS ANTICIPATED FOR THIS PROJECT USDA-RD Loan and Grant, Cash Contribution			

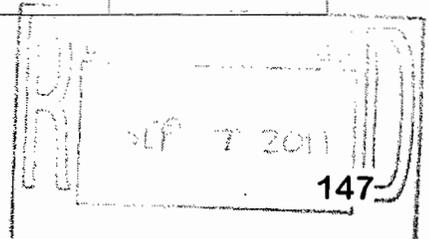
Is this a water project or a sewer project? Both

ESTIMATED PROJECT COST INFORMATION **APPLICANT FINANCIAL INFORMATION**

Cost Estimate Dated:		Bond Information/Debt Instrument	
Development and Administration	\$ 112,000	Date of Ballot Approval	04/04/2006
Engineering (Construction Phase)	\$ 30,000	Anticipated Date for Bond Election	
Engineering Inspection	\$ 84,000	<input type="checkbox"/> General Obligation Bonds \$	
Construction	\$ 1,595,606.50	<input checked="" type="checkbox"/> Revenue Bonds \$	1,100,000
Equipment Environmental	\$ 5,000	<input type="checkbox"/> No Bonds Available	
Other Costs specify: Land/Interest/Audit/Esmts.	\$ 85,600		
Contingencies	\$ 97,923.50		
Total Project Costs	\$ 2,010,130		
Loan amount requested (Loan is limited to \$100,000)	\$ 100,000		

ANTICIPATED FUNDING

Total Costs	Applicant Contribution	Small Borrower Loan	Other Grants	Other Loan	Bonds
\$ 2,010,130	\$ 173,130	\$ 100,000	\$ 705,000	\$ 1,032,000	\$
Percentage of Total Costs	8.6 %	5.0 %	35.1 %	51.3 %	%



BONDED INDEBTEDNESS OF APPLICANT

Outstanding Balance of Bonds	Interest Rate	Purpose of Bond	Amortization Period	Payment Due Date	Installment Amount
\$	%				\$
\$	%				\$
\$	%				\$
\$	%				\$

General Obligation Bonding Capacity \$

FINANCIAL REPORT OF APPLICANT

Does applicant have an adequate accounting system? Yes No

TAX REVENUES OF APPLICANT

TYPE OF PROPERTY	AGRICULTURAL	COMMERCIAL	INDUSTRIAL	RESIDENTIAL
Total Assessed Value	\$ 7,360	\$ 1,183,701	\$	\$ 1,430,460
Anticipated Annual Income	\$ 40	\$ 6,435	\$	\$ 7,776

How will the applicant repay the loan?

User Rate Charge

Median Household Income of project service area (as determined by latest census) \$ 31,442

Projected Monthly User Charge for 5,000 gallons wastewater at completion of this project is \$ 27.00-30.00
 Current Monthly User Charge for 5,000 gallons wastewater is \$ 27.46

Projected Monthly User Charge for 5,000 gallons drinking water at completion of this project is \$ 27.00-30.00
 Current Monthly User Charge for 5,000 gallons drinking water is \$ 25.84

PROJECT DESCRIPTION

(ATTACH ENGINEERING REPORT, IF AVAILABLE)

Drinking Water - Project consists of construction of a new drinking water well facility, improvements to an existing well facility, approximately 5,000 L.F. of 8" water line improvements, and all necessary incidentals and appurtenances.

Wastewater - Project consists of construction of a new lagoon storage pond, conversion of the existing lagoon treatment facility into a no-discharge land application system, approximately 1,350 L.F. of 8" and 2,500 L.F. of 12" sewer main replacement, and all necessary incidentals and appurtenances.

CERTIFICATION

The undersigned representative certifies that the information submitted in this application is true and correct to the best of his/her knowledge and that he/she is authorized to sign and submit this application. The applicant agrees, if a loan is awarded on the basis of this application, to comply with all applicable rules and regulations of the Department of Natural Resources and the terms and conditions of the loan agreement. **Incomplete applications will be returned.**

SIGNATURE OF AUTHORIZED REPRESENTATIVE <i>Pat Arens</i>	DATE 9-6-11
NAME AND OFFICIAL TITLE (TYPE OR PRINT) Pat Arens, Mayor	TELEPHONE NUMBER WITH AREA CODE 573-492-6292 Ext.

PREPARER'S NAME AND SIGNATURE (IF APPLICABLE)

SIGNATURE OF PREPARER <i>Stephen Lin, PE. by Mark Olesky</i>	DATE 9-6-11
NAME AND TITLE (PRINT OR TYPE) Stephen Lin, PE - Project Engineer	TELEPHONE NUMBER WITH AREA CODE 573-875-8799 Ext.

MO 780-2035 (2-08)