

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

March 9, 2012

Small Borrower Loan for Pleasant Hope

Issue: The city of Pleasant Hope has requested a small borrower loan of \$98,000 to partially fund the costs for the construction of chlorination/dechlorination disinfection facilities.

Background: The city of Pleasant Hope proposes to add a disinfection facility consisting of a tablet chlorinator, a chlorine contact chamber, and a tablet dechlorinator to meet the schedule of compliance, regarding *E. coli* effluent requirements, set forth in their operating permit. The total project costs \$130,000, of which \$98,000 would be funded solely from this small borrower loan. The balance of the project costs will come from city funds.

Small borrower loans come from repayments of loans originated with the state Water Pollution Control bonds. There are adequate funds available for this loan.

Recommended Action: The Department recommends that the Commission approve the proposed small borrower loan to the city of Pleasant Hope.

Suggested Motion Language: "I move to approve the small borrower loan of \$98,000 for the city of Pleasant Hope."

Attachment: Copy of the Pleasant Hope application of funding.

CW291672012001



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	
LOAN NUMBER	
PWS ID NUMBER	

This application is for a Small Borrower Loan

APPLICANT INFORMATION					
APPLICANT NAME CITY OF PLEASANT HOPE					
MAILING ADDRESS P O BOX 56					
CITY PLEASANT HOPE	STATE MO	ZIP CODE + FOUR 65725-0056	COUNTY POLK		
TELEPHONE NUMBER WITH AREA CODE 417-267-2112 Ext.			FAX NUMBER WITH AREA CODE 417-467-2114		
AUTHORIZED REPRESENTATIVE NAME RICHARD HARRALSON			AUTHORIZED REPRESENTATIVE TITLE MAYOR OF PLEASANT HOPE		
NAME OF PERSON TO CONTACT ABOUT THIS APPLICATION LYNN ESSER CITY CLERK			TELEPHONE NUMBER WITH AREA CODE 417-267-2112 Ext.		
CONSULTING ENGINEER OLSSON ASSOCIATES - JERRY JESKY					
CONSULTANT MAILING ADDRESS 550 ST LOUIS ST					
CITY SPRINGFIELD	STATE MO	ZIP CODE + FOUR 65806			
CONSULTANT TELEPHONE NUMBER WITH AREA CODE 417-885-1746 Ext.			CONSULTANT FAX NUMBER WITH AREA CODE 417-890-8805		
POPULATION (CURRENT CENSUS) 614 (2010)	POPULATION OF AREA TO BE SERVED 614	FEDERAL TAX ID NUMBER 43-1467351			
STATE SENATE DISTRICT NUMBER(S) FOR PROJECT 28th DISTRICT			STATE REPRESENTATIVE DISTRICT NUMBER(S) FOR PROJECT 126th DISTRICT		
OTHER FUNDS ANTICIPATED FOR THIS PROJECT NONE					

Is this a water project or a sewer project? SEWER

ESTIMATED PROJECT COST INFORMATION			APPLICANT FINANCIAL INFORMATION		
Cost Estimate Dated: 01/12/2012			Bond Information/Debt Instrument		
Development and Administration	\$	15,000	Date of Ballot Approval		
Engineering (Construction Phase)	\$	4,000	Anticipated Date for Bond Election		
Engineering Inspection	\$	3,000	<input type="checkbox"/> General Obligation Bonds \$		
Construction	\$	100,000	<input type="checkbox"/> Revenue Bonds \$		
Equipment	\$		<input checked="" type="checkbox"/> No Bonds Available		
Other Costs specify:	\$	2,000			
Contingencies	\$	6,000			
Total Project Costs	\$	130,000			
Loan amount requested (Loan is limited to \$100,000)	\$	98,000			

ANTICIPATED FUNDING					
Total Costs	Applicant Contribution	Small Borrower Loan	Other Grants	Other Loan	Bonds
\$ 130,000	\$ 32,000	\$ 98,000	\$	\$	\$
Percentage of Total Costs	25 %	75 %	%	%	%

MO 780-2035 (2/09)

BONDED INDEBTEDNESS OF APPLICANT

Outstanding Balance of Bonds	Interest Rate	Purpose of Bond	Amortization Period	Payment Due Date	Installment Amount
\$ 152,384.47	4.5 %	WATER TOWER	35 YEARS	02/25/2033	\$ 980.00
\$ 229,666.57	4.5 %	WELL #2	35 YEARS	02/08/2040	\$ 1,224.00
\$ 1,392,689.17	4.25 %	Well #3 & water lines	35 YEARS	10/17/2042	\$ 5,014.00
\$	%				\$ 7,218.00

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	\$	\$	\$	\$
Anticipated Annual Income	\$	\$	\$	\$

How will the applicant repay the loan?
REVENUE FROM CUSTOMER SEWER PAYMENTS & MONEY FROM REPLACEMENT/EXTENSION FUND

Median Household Income of project service area (as determined by latest census)	\$	31,250
Projected Monthly User Charge for 5,000 gallons wastewater at completion of this project is	\$	21.80
Current Monthly User Charge for 5,000 gallons wastewater is	\$	21.80
Projected Monthly User Charge for 5,000 gallons drinking water at completion of this project is	\$	45.06
Current Monthly User Charge for 5,000 gallons drinking water is	\$	45.06

PROJECT DESCRIPTION

(ATTACH ENGINEERING REPORT, IF AVAILABLE)
UNDER A SEPARATE ATTACHMENT

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>Richard Harralson</i>	DATE 1-31-2012
NAME AND OFFICIAL TITLE (TYPE OR PRINT) RICHARD HARRALSON MAYOR	TELEPHONE NUMBER WITH AREA CODE 417-267-2112 Ext.

PREPARER'S NAME AND SIGNATURE (IF APPLICABLE)

SIGNATURE OF PREPARER <i>Lynn Esser</i>	DATE Jan 31, 2012
NAME AND TITLE (PRINT OR TYPE) LYNN ESSER CITY CLERK	TELEPHONE NUMBER WITH AREA CODE 417-267-2112 Ext.

MO 780-2035 (2/09)