

Missouri Clean Water Commission  
Capitol Plaza Hotel and Convention Center  
415 W. McCarty Street  
Jefferson City, Missouri 65109

November 7, 2012

**Small Borrower Loan for Bunceton**

**Issue:** The City of Bunceton has requested a small borrower loan to fund the costs of adding ultraviolet disinfection to the current wastewater treatment plant.

**Background:** The City of Bunceton proposes to construct a new ultraviolet disinfection system capable of treating up to 95,000 gallons per day to disinfect the lagoon effluent prior to discharge. This is required by the schedule of compliance in their operating permit. The total eligible project costs are estimated at \$94,000 and will be funded by the small borrower loan. Any additional project costs would be funded by the city.

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

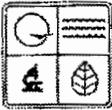
**Recommended Action:** The Department recommends that the Commission approve the proposed small borrower loan to the City of Bunceton.

**Suggested Motion Language:** "I move to approve the small borrower loan of \$94,000 for the City of Bunceton."

**List of Attachments:**

- Copy of the City of Bunceton's Application of Funding

CW290532012001



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	8.3.12
LOAN NUMBER	
PWS ID NUMBER	

This application is for a Small Borrower Loan

APPLICANT INFORMATION			
APPLICANT NAME City of Bunceton			
MAILING ADDRESS 103 E. Main St.			
CITY Bunceton	STATE MO	ZIP CODE + FOUR 65237	COUNTY Cooper
TELEPHONE NUMBER WITH AREA CODE 660-427-5515 Ext.		FAX NUMBER WITH AREA CODE 660-427-5115	
AUTHORIZED REPRESENTATIVE NAME Justin Hein		AUTHORIZED REPRESENTATIVE TITLE Mayor	
NAME OF PERSON TO CONTACT ABOUT THIS APPLICATION Florene Hickam		TELEPHONE NUMBER WITH AREA CODE 660-427-5515 Ext.	
CONSULTING ENGINEER MECO Engineering Co. INC			
CONSULTANT MAILING ADDRESS 2701 Industrial Drive			
CITY Jefferson City	STATE MO	ZIP CODE + FOUR 65109	
CONSULTANT TELEPHONE NUMBER WITH AREA CODE 573-893-5558 Ext.		CONSULTANT FAX NUMBER WITH AREA CODE 573-893-5404	
POPULATION (CURRENT CENSUS) 348	POPULATION OF AREA TO BE SERVED 348	FEDERAL TAX ID NUMBER 43-0910243	
STATE SENATE DISTRICT NUMBER(S) FOR PROJECT 21		STATE REPRESENTATIVE DISTRICT NUMBER(S) FOR PROJECT 117	
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: 07/17/2012		Bond Information/Debt Instrument	
Development and Administration	\$ 1,500.00	Date of Ballot Approval	08/15/2006
Engineering (Construction Phase)	\$ 7,000.00	Anticipated Date for Bond Election	11/07/2006
Engineering Inspection	\$ 3,500.00	<input type="checkbox"/> General Obligation Bonds \$	
Construction	\$ 27,500.00	<input checked="" type="checkbox"/> Revenue Bonds \$	45,000.00
Equipment	\$ 37,500.00	<input type="checkbox"/> No Bonds Available	
Other Costs specify:	\$ 9,500.00		
Contingencies	\$ 7,500.00		
<b>Total Project Costs</b>	<b>\$ 94,000.00</b>		
<b>Loan amount requested</b> (Loan is limited to \$100,000)	<b>\$ 100,000.00</b>		

ANTICIPATED FUNDING						
Total Costs	Applicant Contribution	Small Borrower Loan	Other Grants	Other Loan	Bonds	
\$ 100,000.00	\$ 0	\$ 100,000.00	\$ 0	\$ 0	\$	0
Percentage of Total Costs	0 %	100 %	0 %	0 %	0 %	0 %

MO 780-2035 (2/09)

RECEIVED

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**BONDED INDEBTEDNESS OF APPLICANT**

Outstanding Balance of Bonds	Interest Rate	Purpose of Bond	Amortization Period	Payment Due Date	Installment Amount
\$ 521,320.00	04.125 %	Water Project	2043	01/01/2009	\$ 2,591.00
\$	%				\$
\$	%				\$
\$	%				\$
General Obligation Bonding Capacity \$					521,320.00

**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	\$ 11,100.00	\$ 100,150.00	\$ 0	\$ 1,025,096.00
Anticipated Annual Income	\$ 100.00	\$ 900.00	\$ 0	\$ 9,250.00

How will the applicant repay the loan?

Sewer rates were increased 04/2012, current budget reflexes \$100,000.00 @ 5% payback for 5 years.

Median Household Income of project service area (as determined by latest census) \$ 27,917.00

Projected Monthly User Charge for 5,000 gallons wastewater at completion of this project is \$ 35.00  
 Current Monthly User Charge for 5,000 gallons wastewater is \$ 35.00

Projected Monthly User Charge for 5,000 gallons drinking water at completion of this project is \$ 37.50/=>2" 72.50  
 Current Monthly User Charge for 5,000 gallons drinking water is \$ 37.50/=>2"72.50

**PROJECT DESCRIPTION**

(ATTACH ENGINEERING REPORT, IF AVAILABLE)

**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>Justin Hein</i>	DATE 07/17/2012
NAME AND OFFICIAL TITLE (TYPE OR PRINT) Justin Hein, Mayor City of Bunceton	TELEPHONE NUMBER WITH AREA CODE 660-427-5515 Ext.

**PREPARER'S NAME AND SIGNATURE (IF APPLICABLE)**

SIGNATURE OF PREPARER <i>Russell W. Hein</i>	DATE 07/17/2012
NAME AND TITLE (PRINT OR TYPE) Russell Hein, Alderman/Operator	TELEPHONE NUMBER WITH AREA CODE 660-427-5007 Ext.

MO 780-2035 (2/09)