

SOUTH DAKOTA CLEAN WATER STATE REVOLVING FUND FISCAL YEAR 2013 INTENDED USE PLAN

INTRODUCTION

The state of South Dakota proposes to adopt the following Intended Use Plan (IUP) for federal fiscal year 2013 as required under Section 606(c) of the Clean Water Act.

The primary purpose of the IUP is to identify the proposed annual intended use of the amounts available to the Clean Water State Revolving Fund (SRF). The IUP has been reviewed by the public and reflects the results of that review.

The IUP includes the following:

1. List of projects and activities;
2. Goals, objectives, and environmental results;
3. Amount of funds transferred between the Clean Water SRF and the Drinking Water SRF;
4. Information on the activities to be supported;
5. Assurances and specific proposals;
6. Criteria and method for distribution of funds; and
7. Sources and uses of funds (the 2013 capitalization grant estimate used in the IUP is based on the president's budget proposal).

LIST OF PROJECTS AND ACTIVITIES

The IUP identifies potential municipal wastewater, storm water, and nonpoint source

projects. A project must be on the project priority list, Attachment I, to be eligible for a loan. This list was developed from the State Water Plan and includes projects that did not designate Clean Water SRF loans as a funding source.

Projects may be added to the project priority list by the Board of Water and Natural Resources if the action is included on the meeting agenda at the time it is posted.

Priority ratings are based on the integrated project priority system established in ARSD 74:05:08:03.01 and 74:05:08:03.02. The general objective of the integrated priority system is to ensure that projects funded through the Clean Water SRF program address high priority water quality problems. This is accomplished with a priority system that ranks both municipal wastewater and nonpoint source pollution control projects on an equal basis. Projects and activities utilizing administrative surcharge funds are not required to be ranked and included on the project priority list.

The Clean Water SRF may be used for the following purposes:

1. Low-interest loans for secondary or more stringent treatment of any cost-effective alternatives, new interceptors and appurtenances, infiltration/inflow correction, new collectors, sewer system rehabilitation, expansion and correction of combined sewer overflows, and construction of new storm sewers. The low-interest loans can be made for up to 100 percent of the total project cost;

2. Refinancing of existing debt obligations for municipal wastewater facilities if the debt was incurred and construction initiated after March 7, 1985; or
3. Nonpoint source pollution control projects and programs, including non-traditional projects (projects with a primary purpose other than water quality).

A determination of which projects are funded from the above mentioned lists, the amount of assistance, and the financing terms and conditions will be made by the Board of Water and Natural Resources during federal fiscal year 2013.

GOALS, OBJECTIVES, AND ENVIRONMENTAL RESULTS

Long-term Goals and Objectives:

The long-term goals of the State Water Pollution Control Revolving Fund are to fully capitalize the Clean Water SRF, maintain or restore and enhance the chemical, physical, and biological integrity of the state's waters for the benefit of the overall environment, protect public health, and promote economic well-being.

Objectives:

1. Maintain a permanent, self-sustaining Clean Water SRF program that will serve in perpetuity as a financing source for wastewater treatment works projects and nonpoint source pollution control projects; and
2. Fulfill the requirements of pertinent federal, state, and local laws and regulations governing water pollution control activities while providing the state and local project sponsors with

maximum flexibility and decision-making authority regarding such activities.

Short-term Goal and Objectives:

The short-term goal of the Clean Water SRF is to fully capitalize the fund.

Objectives:

1. Ensure the technical integrity of Clean Water SRF projects through the review of planning, design plans and specifications, and construction activities;
2. Ensure compliance with all pertinent federal, state, and local water pollution control laws and regulations; and
3. Obtain maximum capitalization of the funds for the state in the shortest time possible.

Environmental Results

Beginning January 1, 2005, states are required to quantify and report the environmental benefits being realized through the Clean Water SRF loan program. The reporting requirement is being satisfied using an on-line environmental benefits assessment developed by EPA in cooperation with the States and other organizations. A summary of the fiscal year 2013 loans and the resulting benefits will be provided in the end-of-year-annual report.

AMOUNT OF FUNDS TRANSFERRED BETWEEN THE CLEAN WATER SRF AND THE DRINKING WATER SRF

The Safe Drinking Water Act Amendments of 1996 and subsequent Congressional action allows states to transfer an amount equal to 33 percent of its Drinking Water SRF

capitalization grant to the Clean Water SRF or an equivalent amount from the Clean Water SRF to the Drinking Water SRF. States can also transfer state match, investment earnings, or principal and interest repayments between SRF programs and may transfer a previous year's allocation at any time.

South Dakota has transferred \$15,574,320 from the Clean Water SRF program to the Drinking Water SRF program in past years. In fiscal year 2006 and 2011, \$7.5 million in leveraged bond proceeds and \$10 million of repayments, respectively, were transferred from the Drinking Water SRF program to the Clean Water SRF program. With the 2013 capitalization grant, the ability exists to transfer up to \$33.3 million from the Clean Water SRF program to the Drinking Water SRF program. More than \$31.4 million could be transferred from the Drinking Water Program to the Clean Water SRF program. The table on page 9 details the amount of funds transferred between the programs and the amount of funds available to be transferred.

A transfer of up to \$20 million from the Drinking Water SRF program to the Clean Water SRF program is anticipated in 2013.

INFORMATION ON THE ACTIVITIES TO BE SUPPORTED

The primary type of assistance to be provided by the Clean Water SRF is direct loans including refinancing of existing debts where eligible. Loan assistance will be provided to municipalities, sanitary districts, counties, or other units of government for publicly owned wastewater treatment facilities, storm sewers, and nonpoint source pollution control programs in accordance with the Clean Water SRF administrative rules adopted by the Board of Water and Natural Resources. With

the adoption of the amended and restated Master Indenture in 2004, the Clean Water and Drinking Water SRF programs are cross-collateralized. This allows the board to pledge excess revenues on deposit in the Drinking Water SRF program to act as additional security for bonds secured by excess revenues on deposit in the Clean Water SRF program, and vice versa.

Sources of Loan Funds

Loan funds are derived from various sources and include federal capitalization grants, state match, leveraged bonds, borrowers' principal repayments, and interest earnings.

Capitalization Grants/State Match: Federal capitalization grants are provided to the state annually. These funds must be matched by the state at a ratio of 5 to 1. The fiscal year 2013 capitalization grant is expected to be \$5,597,000 which requires \$1,119,400 in state match. Bond proceeds will be used to match 2013 capitalization grant funds.

In fiscal year 2013, the South Dakota Clean Water SRF program will draw cash from Federal grants to pay for project and administrative expenses at a ratio of 83.33 percent federal to 16.67 percent of state match funds. This ratio may be adjusted throughout the year with additional federal funds spent, due to the program having spent state match prior to drawing federal funds, so the program could remain in compliance with the Tax Increase Prevention and Reconciliation Act. Leveraged bond proceeds will be spent on project expenses with a zero percent federal proportionate share.

Leveraged Bonds: The South Dakota Conservancy District has the ability to issue additional bonds above that required for state match, known as leveraged bonds. If demand

significantly exceeds that shown on Attachment II - List of Projects to be Funded in FY 2012, additional leveraged bonds will be required in 2013.

Borrowers' Principal Repayments: The principal repaid by the loan borrowers is used to make semi-annual leveraged bond payments. Any excess principal is available for loans. It is estimated that \$8,000,000 in principal repayments will become available for loans in fiscal year 2013.

Interest Earnings: The interest repaid by the loan borrowers, as well as interest earned on investments, is dedicated to make semi-annual state match bond payments. Any excess interest is available for loans. It is estimated that \$6,000,000 in interest earnings will become available for loans in fiscal year 2013.

Additional Subsidy - Principal Forgiveness

The 2010 and 2011 Clean Water SRF appropriation mandated that not less than 30 percent of the funds made available for Clean Water SRF capitalization grants be used by the State to provide additional subsidy to eligible recipients and shall only apply to the portion of the national allocation that exceeds \$1,000,000,000. The 2012 capitalization grant mandated additional subsidy be provided in an amount not less than 20 percent, but not more than 30 percent, of that portion of the national allocation that exceeds \$1,000,000,000. Additional subsidy may be in the form of forgiveness of principal, negative interest loans, or grants (or any combination of these).

Additional subsidy will be provided in the form of principal forgiveness. Municipalities and sanitary districts must have a minimum rate of \$22 per month based on 5,000 gallons usage or a flat rate to qualify for principal

forgiveness. Other applicants must have a minimum rate of \$40 per month based on 5,000 gallons usage or a flat rate to qualify for principal forgiveness.

When determining the amount of principal forgiveness, the Board of Water and Natural Resources may consider the following decision-making factors, which are set forth in alphabetical order:

- (1) Annual utility operating budgets;
- (2) Available local cash and in-kind contributions;
- (3) Available program funds;
- (4) Compliance with permits and regulations;
- (5) Debt service capability;
- (6) Economic impact;
- (7) Other funding sources;
- (8) Qualification as a Green Project Reserve project;
- (9) Readiness to proceed;
- (10) Regionalization or consolidation of facilities;
- (11) Technical feasibility;
- (12) Utility rates; and
- (13) Water quality benefits.

It is anticipated that the 2013 capitalization grant will include the ability to award principal forgiveness. Attachment II - List of Projects to be Funded in FY 2013 identifies \$400,000 in potential principal forgiveness.

Table 1 summarizes the amounts of principal forgiveness provided through the 2010 - 2012 capitalization grants.

Table 1 – Principal Forgiveness Status

| FFY | Principal Forgiveness | |
|-------------|-----------------------|-------------|
| | Minimum | Maximum |
| 2010 | \$1,497,892 | \$4,993,274 |
| 2011 | \$669,233 | \$2,230,775 |
| 2012 | \$383,922 | \$575,882 |
| 2013 (est.) | \$173,987 | \$260,980 |
| | \$2,725,034 | \$8,060,911 |

| | |
|-----------------------------|---------------|
| Awarded in 2010 | (\$3,735,995) |
| Awarded in 2011 | (\$3,488,195) |
| Awarded in 2012 | (406,500) |
| Prin. Forgiveness Reverted | \$541,153 |
| Prin. Forgiveness Available | \$971,374 |

Green Project Reserve

Recent Clean Water SRF appropriations mandated that to the extent there are sufficient eligible project applications, a portion of the funds made available for each year's Clean Water SRF capitalization grant shall be used by the State for projects to address green infrastructure, water or energy efficiency improvements, or other environmentally innovative activities. These four categories of projects are the components of the Green Project Reserve.

Sufficient funds have been awarded to qualifying projects to meet the prior years' Green Project Reserve requirements.

It is anticipated that the Green Project Reserve requirement will carry forward with the 2013 capitalization grant, and that not less than 20 percent be made available for Green Project Reserve eligible projects. Attachment II - List of Projects to be Funded in FY 2012 identifies one project with \$1,846,073 of Green Project Reserve eligible project components. Based on the expected

2013 capitalization grant this amount will meet the anticipated 20 percent threshold.

Interest Rates

Interest rates are reviewed periodically in comparison to established bond rating indexes to assure rates are at or below market rates as required. The SRF rates are then set to be competitive with other funding agencies.

The interest rates for fiscal year 2013 are summarized in Table 2. The rates were last adjusted in February 2009.

Table 2 - Clean Water SRF Interest Rates

| | Up to 3 Yrs | Up to 10 Yrs | Up to 20 Yrs | Up to 30 Yrs* |
|---------------------------------------|----------------|-----------------|-----------------|------------------|
| <u>Interim Rate</u> | | | | |
| Interest Rate | 2.00% | | | |
| Admin. Surcharge | <u>0.00%</u> | | | |
| Total | 2.00% | | | |
| <u>Base Rate</u> | | | | |
| Interest Rate | 1.75% | 2.50% | 2.75% | |
| Admin. Surcharge | <u>0.50%</u> | <u>0.50%</u> | <u>0.50%</u> | |
| Total | 2.25% | 3.00% | 3.25% | |
| <u>Nonpoint Source Incentive Rate</u> | | | | |
| Interest Rate | 1.00% | 1.50% | 1.75% | |
| Admin. Surcharge | <u>0.25%</u> | <u>0.50%</u> | <u>0.50%</u> | |
| Total | 1.25% | 2.00% | 2.25% | |

* Term cannot exceed useful life of the project.

Projects for traditional wastewater or stormwater projects that include a nonpoint source component may receive the nonpoint source rate. The annual principal and interest payments are calculated for a loan at the higher base interest rate. Using the lower interest incentive rate, a loan is sized using the annual payment previously calculated. The difference in the two loan amounts is the amount of funding available for the nonpoint source component of the project.

Administrative Surcharge Activities

The interest rate includes an administrative surcharge as identified in Table 2. The surcharge was established to provide a pool of funds to be used for administrative purposes after the state ceases to receive capitalization grants. The administrative surcharge is also available for other purposes, as determined eligible by EPA and at the discretion of the Board of Water and Natural Resources and department. Recent emphasis has been on using the surcharge for purposes other than reserves for future program administration.

In fiscal year 2001, the board initiated the Small Community Planning Grant program to encourage proactive planning by small communities. The planning grants reimburse 80 percent of the cost of the study. Planning grants are available only to communities of 2,500 or less. Communities are reimbursed 80 percent of the cost of an engineering study, with the maximum grant amount for any project being \$10,000.

The board provides additional grants for studies incorporating a rate analysis using Rate Maker software. Reimbursement for performing a rate analysis is 80 percent of costs up to a maximum of \$1,600.

Administrative surcharges are being used for non-federal cost share for Total Maximum Daily Load (TMDL) assessment and implementation projects.

Additionally, administrative surcharges have been allocated to supplement the Consolidated program by providing water quality grants to Clean Water SRF eligible projects.

Beginning in fiscal year 2005, administrative surcharge funds were also provided to the

planning districts to defray the cost of SRF application preparation and project administration. Reimbursement is \$7,500 per approved loan with payments made in \$2,500 increments as certain milestones are met. Future allocations for this activity are anticipated and will be based on expected loan demand.

The American Recovery and Reinvestment Act (ARRA) of 2009 and subsequent capitalization grants have mandated implementation of Davis-Bacon prevailing wage rules. Under joint powers agreements between the planning districts and the department, the planning districts are reimbursed \$1,000 per project to oversee compliance with the Davis-Bacon wage rate verification and certification.

Administrative Surcharge Uses in FY 2013

As of September 30, 2012, \$247,766 of unobligated administrative surcharge funds is available. It is anticipated that the administrative surcharge will generate an additional \$1,225,000 in the upcoming fiscal year.

In fiscal year 2013, \$1,350,000 of administrative surcharge funds will be allocated. It is proposed to allocate \$250,000 for planning grants and \$1,000,000 to supplement the Consolidated and Section 319 programs with grants for wastewater treatment and TMDL implementation projects. This allocation of funds may be adjusted as needed.

Administrative surcharge funds will again be provided to the planning districts to defray the cost of SRF application preparation and project administration, which includes Davis-Bacon wage rate verification and certification. The 2013 allocation for these activities will be \$100,000

Capitalization Grant Administrative Allowance

The four percent administrative allowance of \$223,880 will be reserved for administrative purposes in fiscal year 2013.

ASSURANCES AND SPECIFIC PROPOSALS

The state has assured compliance with the following sections of the law in the State/EPA Operating Agreement - XI Certification Procedures. In addition, the state has developed specific proposals on implementation of those assurances in the administrative rules promulgated by the Board of Water and Natural Resources.

Section 602(a) - Environmental Reviews - The state certifies that it will conduct environmental reviews of each project on Attachment II receiving assistance from the Clean Water SRF, as applicable. The state will follow EPA-approved National Environmental Policy Act (NEPA) procedures in conjunction with such environmental reviews.

Section 602(b)(3) - Binding Commitments - The state certifies that it will enter into binding commitments equal to at least 120 percent of each quarterly grant payment within one year after receipt.

Section 602(b)(4) - Timely Expenditures of Funds - The state is committed to obligate Clean Water SRF moneys to eligible applicants as quickly and efficiently as possible to facilitate the financing of eligible projects and to initiate construction with a minimum of delay.

Section 602(b)(5) - First Use Enforceable Requirements - The state certifies that all major and minor wastewater treatment

facilities identified as part of the National Municipal Policy (NMP) universe are:

1. in compliance, or
2. have received funding through various state and federal assistance programs and constructed a facility designed to produce an effluent capable of meeting the appropriate permit limits and achieve compliance with its discharge permit, or
3. have upgraded existing facilities or constructed new facilities through its own means to achieve compliance with its discharge permit.

Section 602(b)(6) - Compliance with Title II Requirements - The state certifies that it will comply as applicable.

CRITERIA AND METHOD FOR DISTRIBUTION OF FUNDS

The Clean Water SRF funds are distributed using the following criteria:

1. the availability of funds in the Clean Water SRF program;
2. the applicant's need;
3. violation of health and safety standards; and
4. the applicant's ability to repay.

The methods and criteria used are designed to provide the maximum flexibility and assistance that is affordable to the borrower while providing for the long-term viability of the fund.

Public Review and Comment - On May 25, 1988, a public hearing was held to review the initial Clean Water SRF rules and to receive

comments. The Board of Water and Natural Resources approved the rules following the hearing. Revisions to the Clean Water SRF rules have been made periodically to reflect the needs of the program.

A formal public hearing was held for the South Dakota fiscal year 2013 Clean Water SRF Intended Use Plan on November 8, 2012.

Table 3 - Amounts Available to Transfer between State Revolving Fund Programs

| Year | DWSRF Capitalization Grant | Amount Available for Transfer | Banked Transfer Ceiling | Amount Transferred from CWSRF to DWSRF | Amount Transferred from DWSRF to CWSRF | Transfer Description | CWSRF Funds Available to Transfer | DWSRF Funds Available to Transfer |
|-------------|-----------------------------------|--------------------------------------|--------------------------------|---|---|-----------------------------|--|--|
| 1997 | \$12,558,800 | \$4,144,404 | \$4,144,404 | | | | \$4,144,404 | \$4,144,404 |
| 1998 | \$7,121,300 | \$2,350,029 | \$6,494,433 | | | | \$6,494,433 | \$6,494,433 |
| 1999 | \$7,463,800 | \$2,463,054 | \$8,957,487 | | | | \$8,957,487 | \$8,957,487 |
| 2000 | \$7,757,000 | \$2,559,810 | \$11,517,297 | | | | \$11,517,297 | \$11,517,297 |
| 2001 | \$7,789,100 | \$2,570,403 | \$14,087,700 | | | | \$14,087,700 | \$14,087,700 |
| 2002 | \$8,052,500 | \$2,657,325 | \$16,745,025 | \$7,812,960 | | CW Cap Grant/Match | \$8,932,065 | \$16,745,025 |
| 2003 | \$8,004,100 | \$2,641,353 | \$19,386,378 | \$7,761,360 | | CW Cap Grant/Match | \$3,812,058 | \$19,386,378 |
| 2004 | \$8,303,100 | \$2,740,023 | \$22,126,401 | | | | \$6,552,081 | \$22,126,401 |
| 2005 | \$8,352,500 | \$2,756,325 | \$24,882,726 | | | | \$9,308,406 | \$24,882,726 |
| 2006 | \$8,229,300 | \$2,715,669 | \$27,598,395 | | \$7,500,000 | Leveraged Bonds | \$12,024,075 | \$20,098,395 |
| 2007 | \$8,229,000 | \$2,715,570 | \$30,313,965 | | | | \$14,739,645 | \$22,813,965 |
| 2008 | \$8,146,000 | \$2,688,180 | \$33,002,145 | | | | \$17,427,825 | \$25,502,145 |
| 2009 | \$8,146,000 | \$2,688,180 | \$35,690,325 | | | | \$20,116,005 | \$28,190,325 |
| 2010 | \$13,573,000 | \$4,479,090 | \$40,169,415 | | | | \$24,595,095 | \$32,669,415 |
| 2011 | \$9,418,000 | \$3,107,940 | \$43,277,355 | | \$10,000,000 | Repayments | \$27,703,035 | \$25,777,355 |
| 2012 | \$8,975,000 | \$2,961,750 | \$46,189,605 | | | | \$30,615,285 | \$28,689,605 |
| 2013 (est). | \$8,290,000 | \$2,735,700 | \$48,925,305 | | \$15,000,000 | Repayments | \$33,350,985 | \$16,425,305 |

ATTACHMENT I

PROJECT PRIORITY LIST

Attachment I is a comprehensive list of projects that are eligible for Clean Water SRF loans. This list was developed from State Water Plan applications. Inclusion on the list carries no obligations to the Clean Water SRF program. Attachment II lists those projects expected to be funded in fiscal year 2013.

| Priority Points | Loan Recipient | Project Number | Project Description | Estimated Loan Amount | Expected Loan Rate & Term |
|-----------------|---------------------------------|----------------|--|-----------------------|---------------------------|
| 35 | Ellsworth Development Authority | C461467-02 | Construction of a new interceptor line to convey wastewater from the Ellsworth Air Force Base to the regional wastewater treatment facility. | \$5,000,000 | 3.00%, 20 yrs |
| 24 | Green Valley San. Dist. | C461251-01 | Construction of a central wastewater collection system and connection to the Rapid City system to eliminate failing septic systems. | \$3,200,000 | 3.25%, 30 yrs |
| 22 | Piedmont | C461462-01 | Construction of a centralized collection system and activated sludge treatment facility to replace on-site septic systems within the recently incorporated municipality. | \$1,675,000 | 3.00%, 20 yrs |
| 22 | Yankton | C461038-04 | Construction of a new lift station (with pumps utilizing variable frequency drives) to replace two existing lift stations and rerouting of gravity sewer and force main to accommodate the new lift station. | \$3,680,000 | 3.00%, 20 yrs |
| 20 | Sinai | C461134-01 | Construction of a total retention pond system to replace the dilapidated extended aeration package plant and a lift station and forcemain to the new facility. | \$1,252,000 | 3.25%, 30 yrs |
| 20 | Watertown | C461029-12 | Installation of storm sewer pipe, vegetated retention ponds, and pervious concrete sidewalks and a parking lot to manage storm water at the Watertown Zoo. | \$1,300,000 | 3.25%, 30 yrs |
| 16 | Woonsocket | C461138-01 | Construction of storm sewers and detention ponds to address storm water management. | \$2,110,500 | 3.25%, 30 yrs |
| 15 | Fort Pierre | C461049-06 | Increase of the berms at the wastewater treatment facility to provide additional hydraulic capacity. | \$780,000 | 3.25%, 30 yrs |
| 15 | Miller | C461128-01 | Replacement of approximately 9,300 feet of sewer lines, rehabilitation of two lift stations, and expansion of cell #2 | \$5,000,000 | 3.25%, 30 yrs |

| Priority Points | Loan Recipient | Project Number | Project Description | Estimated Loan Amount | Expected Loan Rate & Term |
|------------------------|-----------------------------------|-----------------------|--|------------------------------|--------------------------------------|
| | | | at the wastewater treatment facility. | | |
| 14 | Prairie Meadows Sanitary District | C461379-02 | Construction of a storm water management system consisting of curb and gutter, storm sewer pipes and detention basins. | \$780,300 | 3.25%, 30 yrs |
| 12 | Aberdeen | C461072-03 | Replacement of sanitary and storm sewer on Klein Street between 2 nd Avenue SE and Railroad Avenue and between 8 th Avenue SE and 6 th Avenue SE. | \$1,000,000 | 3.00%, 20 yrs |
| 12 | Astoria | C461308-01 | Construction of an additional cell to the wastewater treatment facility and rehabilitation of a diversion channel to prevent flooding of the facility. | \$603,700 | 3.25%, 30 yrs |
| 12 | Mitchell | C461129-04 | Replacement of the Norway Avenue lift station and approximately 1,200 feet of force main. | \$800,000 | 3.00%, 20 yrs |
| 12 | Quinn | C461381-01 | Construction of a new wastewater collection system and treatment facility to eliminate individual septic systems. | \$895,000 | 3.25%, 30 yrs |
| 12 | Stockholm | C461391-01 | Rehabilitation of the wastewater treatment ponds which are suspected to be leaking excessively and replacement of the main lift station. | \$400,000 | 3.25%, 30 yrs |
| 10 | Hoven | C461253-01 | Replacement of approximately 3,100 feet of sanitary sewer line along Highway 47. | \$656,000 | 3.25%, 30 yrs |
| 10 | Ipswich | C461133-01 | Replacement or relining of approximately 30,900 feet of sewer lines and minor improvements at the wastewater treatment facility. | \$3,405,000 | 3.25%, 30 yrs |
| 10 | Lennox | C461105-05 | Replacement of approximately 8,200 feet of sanitary sewer and replacement or installation of approximately 11,700 feet of storm sewer. | \$5,239,000 | 3.25%, 30 yrs |
| 10 | Wessington Springs | C461210-01 | Replacement or relining of all vitrified clay pipe in wastewater collection system and drainage improvements and additional rip rap at the wastewater treatment facility. | \$5,100,000 | 3.25%, 30 yrs |
| 9 | Britton | C461188-03 | Replace approximately 27,000 feet of sanitary sewer and 17,500 of service lines. | \$5,740,000 | 3.25%, 30 yrs |
| 9 | Parker | C461026-04 | Replacement of an old sanitary sewer lift station. | \$258,000 | 3.00%, 20 yrs |
| 9 | Stickney | C461185-01 | Replacement or lining of the entire wastewater collection system and construction of a new lift station. | \$2,300,000 | 3.25%, 30 yrs |
| 9 | White Lake | C461261-01 | Replacement of 1,600 feet of sewer lines and | \$800,000 | 3.25%, 30 yrs |

| Priority Points | Loan Recipient | Project Number | Project Description | Estimated Loan Amount | Expected Loan Rate & Term |
|------------------------|-----------------------------------|-----------------------|--|------------------------------|--------------------------------------|
| | | | installation of 500 feet of storm sewer lines. | | |
| 8 | Carthage | C461268-01 | Installation of approximately 16,000 feet of sanitary sewer, 8,400 feet of storm sewer and appurtenances and miscellaneous improvements at the wastewater treatment facility | \$835,000 | 3.25%, 30 yrs |
| 6 | Interior | C461092-02 | Replacement of approximately 9,400 feet of sewer line and 28 manholes. | \$1,050,000 | 3.25%, 30 yrs |
| 8 | Menno | C461136-02 | Replacement or lining of approximately 29,000 feet of sanitary sewer and replacement or rehabilitation of 73 manholes in various parts of the town. | \$2,222,000 | 3.25%, 30 yrs |
| 8 | Prairie Meadows Sanitary District | C461379-01 | Replacement or relining of the entire collection system (approximately 9,800 feet). | \$1,230,000 | 3.25%, 30 yrs |
| 8 | Wilmot | C461077-01 | Replacement or relining of the entire collection system (approximately 21,250 feet). | \$1,923,975 | 3.25%, 30 yrs |
| 7 | Emery | C462248-01 | Replacement of approximately 13,000 feet of sewer line and 32 manholes. | \$1,350,000 | 3.25%, 30 yrs |
| 7 | Gregory | C461126-02 | Construction of approximately 6,600 feet of various sized storm pipe, a detention pond, pump station and appurtenances to manage storm water in the northwest portion of the town. | \$2,276,000 | 3.25%, 30 yrs |
| 7 | Hartford | C461104-06 | Installation of approximately 4,800 feet of sanitary sewer and appurtenances to extend sewer service to an industrial park. | \$380,000 | 3.00%, 20 yrs |
| 6 | Bowdle | C461243-01 | Rehabilitation of the berms and other miscellaneous improvements at the wastewater treatment facility. | \$306,000 | 3.25%, 30 yrs |
| 6 | Castlewood | C461246-03 | Installation of approximately 4,600 feet of storm sewer, 34,400 feet of curb and gutter, 28 inlets, 14 manholes, and appurtenances. | \$1,600,000 | 3.25%, 30 yrs |
| 6 | Corsica | C461107-02 | Installation of 3,400 feet of 36- and 48-inch storm sewer to convey storm water from problem areas. | \$750,000 | 3.25%, 30 yrs |
| 6 | Harrisburg | C461065-06 | Payment of a system regionalization development charge implemented by the city of Sioux Falls on regional users. | \$3,637,000 | 3.25%, 30 yrs |
| 6 | Highmore | C461106-02 | Installation of approximately 9,800 feet of storm sewer, 37,100 feet of curb and gutter, 28 inlets, 16 manholes, and appurtenances. | \$2,779,00 | 3.25%, 30 yrs |

| Priority Points | Loan Recipient | Project Number | Project Description | Estimated Loan Amount | Expected Loan Rate & Term |
|------------------------|-----------------------|-----------------------|--|------------------------------|--------------------------------------|
| 6 | Letcher | C461358-01 | Replacement of a lift station, rehabilitation of berms at the wastewater treatment facility, and televising the collection system. | \$776,000 | 3.25%, 30 yrs |

ATTACHMENT II - LIST OF PROJECTS TO BE FUNDED IN FY2013

| Priority Points | Loan Recipient | Project Number | Assistance Amount | Principal Forgiveness ¹ | Funding Date | Expected Funding Source |
|-----------------|--|----------------|-------------------|------------------------------------|--------------|--------------------------------|
| | <i>Green Project Reserve Information</i> | | | | | |
| LOANS MADE | | | | | | |
| 22 | Yankton | C461038-04 | \$3,330,000 | -0- | Mar. 2012 | Repayments/ Leveraged Bonds |
| | <i>GPR Project Type: Energy Efficiency (Business Case)</i> <i>GPR Amount: \$1,846,073</i> | | | | | |
| LOANS EXPECTED | | | | | | |
| 12 | Astoria | C461308-01 | \$603,700 | | Jan. 2013 | 2012 |
| 12 | Aberdeen | C461072-03 | \$1,000,000 | | March 2013 | 2012 |
| 12 | Mitchell | C461129-03 | \$800,000 | | March 2013 | 2012 |
| 9 | Britton | C461188-02 | \$5,740,000 | | March 2013 | 2012/Repayments |
| 9 | Parker | C461026-04 | \$258,000 | | March 2013 | Repayments |
| 9 | Stickney | C461185-01 | \$2,300,000 | | March 2013 | Repayments |
| 7 | Hartford | C461104-06 | \$380,000 | | March 2013 | Repayments |
| 6 | Harrisburg | C461065-06 | \$3,637,000 | \$400,000 | March 2013 | Repayments |
| 6 | Letcher | C461358-01 | \$776,000 | | March 2013 | Repayments |
| 35 | Ellsworth Development Authority | C461467-02 | \$5,000,000 | | June 2013 | Repayments |
| 12 | Stockholm | C461391-01 | \$400,000 | | June 2013 | Repayments |
| 10 | Hoven | C461253-01 | \$656,000 | | June 2013 | Repayments |
| 9 | Lennox | C461105-05 | \$5,239,000 | | June 2013 | Repayments |
| 9 | White Lake | C461261-01 | \$800,000 | | June 2013 | Repayments |
| 8 | Menno | C461136-02 | \$2,222,000 | | June 2013 | Repayments |
| 10 | Ipswich | C461243-01 | \$3,405,000 | | Sept. 2013 | Repayments |
| 6 | Bowdle | C461243-01 | \$306,000 | | Sept. 2013 | Repayments |

1. Principal forgiveness amounts shown for loans expected are estimates for planning purposes only.

