

RESOLUTION NO. 19-02

A RESOLUTION AUTHORIZING THE OBTAINING OF LOANS FROM THE OREGON DEPARTMENT OF ENVIRONMENTAL QUALITY (DEQ) FOR THE PURPOSE OF THE CITY'S CDBG SEWER CONVERSION PROJECT AND THE METHANOL DEVELOPMENT PROJECT AS REQUIRED UNDER THE CITY'S MUTUAL AGREEMENT ORDER (MAO) AND WASTEWATER PERMIT AND COMMITTING THE CITY TO A REPAYMENT PLAN WITH ESTABLISHED REVENUE BOND RATES.

WHEREAS, the City of Irrigon has certain requirements for its wastewater discharge permit issued from DEQ as outlined in a MAO; and

WHEREAS, the estimated loan portions for the projects are estimated at \$1,395,000.00 and \$620,000.00 for the Sewer Conversion Project and Methanol Injection Project, respectively; and

WHEREAS, commitment is required to meet loan requirement(s) which are based upon the approved CDBG grant award; and

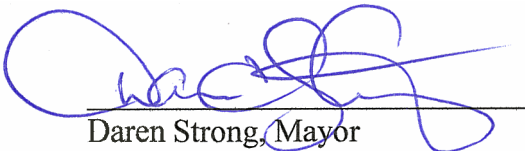
WHEREAS, DEQ has offered low interest loans, from the State Revolving Loan Program, to the City to be paid back over 20 plus years. An example of the repayment is attached hereto as Exhibit A, but the final terms and repayment amount may vary from Exhibit A; and

WHEREAS, the City of Irrigon has committed to raising its sewer rates, effectively January 1, 2019 for collecting funds in anticipation for the first bi-annual payment as noted in Resolution 18-05.

NOW, THEREFORE, BE IT HEREBY RESOLVED BY THE COMMON COUNCIL OF THE CITY OF IRRIGON AUTHORIZES CITY STAFF TO OBTAIN LOAN DOCUMENTS FROM THE STATE, IN KEEPING WITH THIS RESOLUTION, AND THE CITY COUNCIL AUTHORIZES THE MAYOR TO EXECUTE A CONTRACT OR LOAN DOCUMENTS, AS MAY BE REQUIRED BY THE STATE, TO MEET LOAN REQUIREMENTS AND IN-DEBTEDNESS FOR THE SEWER CONVERSIONS AND METHANOL IMPROVEMENTS FOR COMPLIANCE WITH GROUNDWATER PERMITTING REQUIREMENTS

PASSED BY THE COMMON COUNCIL AND SIGNED ON THIS 16th DAY OF APRIL, 2019.

SIGNED:


Daren Strong, Mayor

ATTEST:


Aaron Palmquist, City Manager

REPAYMENT SCHEDULE

LOAN AMOUNT: \$ 2,015,000	INTEREST RATE: 1.59% TERM IN YEARS: 20 PAYMENT AMOUNT: \$ 118,409
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Due Date	Pmt#	Principal	Interest	Total	Principal Balance
					2,015,000
	1	86,370	32,039	118,409	1,928,630
	2	87,744	30,665	118,409	1,840,886
	3	89,139	29,270	118,409	1,751,747
	4	90,556	27,853	118,409	1,661,191
	5	91,996	26,413	118,409	1,569,195
	6	93,459	24,950	118,409	1,475,736
	7	94,945	23,464	118,409	1,380,791
	8	96,454	21,955	118,409	1,284,337
	9	97,988	20,421	118,409	1,186,349
	10	99,546	18,863	118,409	1,086,803
	11	101,129	17,280	118,409	985,674
	12	102,737	15,672	118,409	882,937
	13	104,370	14,039	118,409	778,567
	14	106,030	12,379	118,409	672,537
	15	107,716	10,693	118,409	564,821
	16	109,428	8,981	118,409	455,393
	17	111,168	7,241	118,409	344,225
	18	112,936	5,473	118,409	231,289
	19	114,732	3,677	118,409	116,557
	20	116,557	1,853	118,410	0
TOTALS		2,015,000	353,181	2,368,181	

Monthly Per EDU #DIV/0!

Potential Rates with 2,015,000 loan at 1.59% plus \$33,732 for additional / Sewer

	Rate/ERU/Moi	Annual Total	Payment	Reserve
2019	\$2.00	\$22,488.00	\$0	\$22,488.00
2020	\$4.00	\$44,976.00	\$0	\$67,464.00
2021	\$6.00	\$67,464.00	\$118,409	\$16,519.00
2022	\$8.00	\$89,952.00	\$118,409	-\$11,938.00
2023	\$10.00	\$112,440.00	\$118,409	-\$17,907.00
2024	\$10.00	\$112,440.00	\$118,409	-\$23,876.00
2025	\$10.00	\$112,440.00	\$118,409	-\$29,845.00
2026	\$10.00	\$112,440.00	\$118,409	-\$35,814.00
2027	\$10.00	\$112,440.00	\$118,409	-\$41,783.00
2028	\$10.00	\$112,440.00	\$118,409	-\$47,752.00
2029	\$10.00	\$112,440.00	\$118,409	-\$53,721.00
2030	\$10.00	\$112,440.00	\$118,409	-\$59,690.00
2031	\$10.00	\$112,440.00	\$118,409	-\$65,659.00
2032	\$10.00	\$112,440.00	\$118,409	-\$71,628.00
2033	\$10.00	\$112,440.00	\$118,409	-\$77,597.00
2034	\$10.00	\$112,440.00	\$118,409	-\$83,566.00
2035	\$10.00	\$112,440.00	\$118,409	-\$89,535.00
2036	\$10.00	\$112,440.00	\$118,409	-\$95,504.00
2037	\$10.00	\$112,440.00	\$118,409	-\$101,473.00
2038	\$10.00	\$112,440.00	\$118,409	-\$107,442.00
2039	\$10.00	\$112,440.00	\$118,409	-\$113,411.00
2040	\$10.00	\$112,440.00	\$118,409	-\$119,380.00