



# WIFIA Loan Process for Salt Lake City Department of Public Utilities

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# The Project

- Replace existing 56-year old water reclamation facility by 2025.
- Only sewer treatment facility serving all SLC residents.
- Meet new nutrient regulations
- Address aging infrastructure – the facility is at the end of its life.
- Increase resilience to earthquake, flooding and other disasters.



# Project Cost and Financing

- Current capital project estimate - \$711 Million
- 20-year Revenue Bonds – 51%
- 35-year WIFIA Loan – 49% at Federal Treasury Rate
- Sewer fees and rates will increase to maintain healthy debt ratios and debt repayment

Sewer Planned Debt			
FY	WIFIA	Bonds	Total
2019-2020	-	55,000,000	55,000,000
2020-2021	93,210,000	51,000,000	144,210,000
2021-2022	93,980,000	123,000,000	216,980,000
2022-2023	70,465,000	88,000,000	158,465,000
2023-2024	64,017,000	46,000,000	110,017,000
2024-2025	24,356,000	-	24,356,000
2025-2026	2,697,000	-	2,697,000
<b>Total</b>	<b>\$ 348,725,000</b>	<b>\$ 363,000,000</b>	<b>\$ 711,725,000</b>

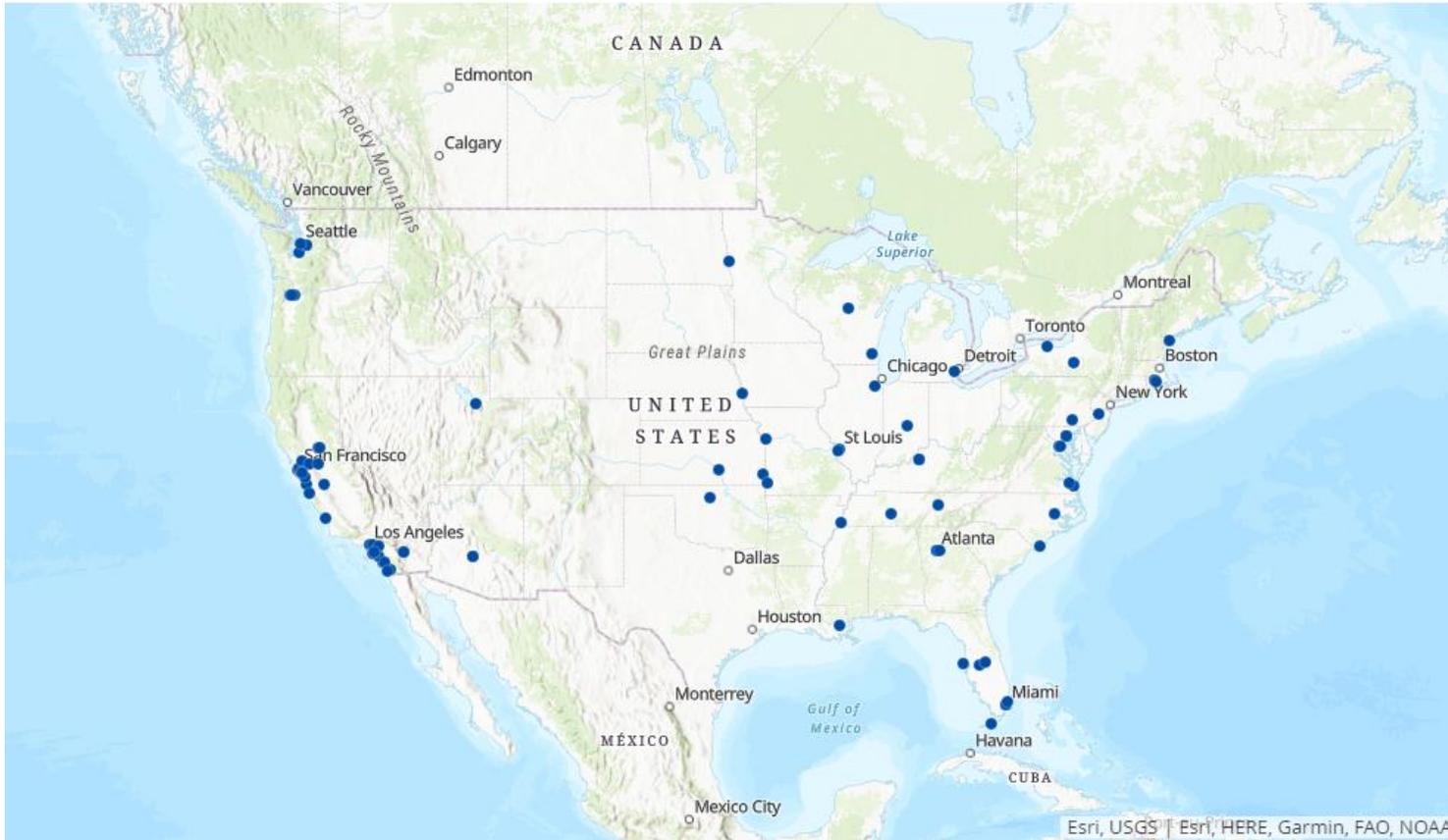


## Eligible Costs

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- Development-phase activities
- Construction activities
- Property acquisition





- Phase 1: Project Selection
  - Notice of Funding Availability
  - Letter of Interest Submitted July 2019
  - EPA Evaluates for Eligibility
  - Competitive Process
  - Invitation to Apply Received October 2019
- Phase 2: Project Review, Negotiation and Closing
  - Loan Application March 2020
  - Loan Closing September 2020

# Loan Process



# Federal Compliance

- American Iron and Steel
- Davis-Bacon Wage Requirement
- National Environmental Policy Act
- National Historic Preservation Act

A close-up photograph of a silver and black ballpoint pen resting on a white document. The document features several large, hand-drawn checkmarks in blue ink, each enclosed within a black rectangular box. The background is softly blurred, emphasizing the pen and the checkmarks.

# Post-Closing Activities and Monitoring

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- Disbursements
- Loan Servicing
- Loan and Construction Monitoring
  - Credit risk monitoring
  - Compliance management
  - Program evaluation
  - Periodic reporting to WIFIA
  - Construction monitoring site visits