

MINUTES OF MEETING
OHIO WATER DEVELOPMENT AUTHORITY
December 10, 2009

Chairman Joyce called the monthly meeting of the Ohio Water Development Authority to order on Thursday, December 10, 2009. The meeting was held at the Ohio Water Development Authority, 480 South High Street, Columbus, Ohio 43215. In attendance were James P. Joyce, Chairman; Lessie Milton Jones, Vice-Chairman; Brian Hicks and Loree Soggs; Drew Bergman represented Chris Korelski, Director of the Ohio Environmental Protection Agency (OEPA); and Tracy Allen represented Lisa Patt-McDaniel, Director of the Ohio Department of Development (ODOD); and Cathryn Loucas represented Sean D. Logan, Director of the Ohio Natural Resources (ODNR). Others in attendance were David Goodman, Bond Counsel, Squire, Sanders & Dempsey (SSD); Scott Stubbins, Financial Advisor, RBC Capital Markets; Marty Sweterlitsch, General Counsel, Benesch, Friedlander, Coplan & Aronoff. Staff members included Steven J. Grossman, Executive Director; Scott L. Campbell, Secretary-Treasurer; Todd E. Skruck, Senior Accounting Manager; Robyn McComb, Senior Accounting Manager; Ken J. Heigel, Chief Engineer; Sue Smith Farmer, Chief Loan Officer; and Gina M. Sopp, Administrative Office Assistant.

Visitors Included

Name	Company Name
Richard Weiss	Morgan Stanley
Rita Merry	Huntington National Bank
John Lee	RBC Capital Markets
Marc Kamer	Peck, Shaffer
Bob Selak	Thompson Hine
Al Bauccho	Stifel Nicolaus
Mark Fisher	Stifel Nicolaus
Ron Shankman	Aramas Financial
David Bornino	Ohio EPA
Tammie Champion	Bank of New York
Kathleen Perkins	Bank of New York
Omar Ganoom	Ross Sinclair
Jamie Lang	Huntington Investment Co.
Mark Miller	Rice Financial
Rita Au	Preservation Parks
Neal Hess	Trust for Public Land
Eric Erickson	Fifth Third
Dan Rohr	PNC Capital Markets
Joe Lopez	Baird

Mr. Campbell reported that the notice of the Ohio Water Development Authority meeting had been posted in the Statehouse Pressroom (Legislative Correspondence Association) in compliance with the "Sunshine Law".

I. APPROVAL OF MINUTES

Chairman Joyce called for a motion to approve the November 19, 2009, Minutes of Special Meeting.

I. APPROVAL OF MINUTES CONT'D

*****MOTION*****

Ms. Loucas so moved.
Seconded by Ms. Jones.

AYES: Joyce, Jones, Hicks, Soggs, Allen, Bergman and Loucas
NAYS: None

Mr. Grossman noted that the Resolution under item VII-A for the Water Pollution Control Loan Fund Program has been deleted from the agenda that was previously posted.

II. LOCAL GOVERNMENTAL AGENCY PROGRAM

Approval of Projects

Ms. Farmer advised the Board of eleven Local Government Agency loans this month, nine for construction and two for planning. The Columbus loans have a separate Resolution to avoid a conflict of interest for one of the Board members. The following projects were approved:

1. Village of Coalton requested \$140,000 with an interest rate of 4.20% for 5 years, for design of replacement waterlines and a new water storage tank.
2. City of Elyria requested \$3,400,000 with an interest rate of 3.20% for 30 years, for construction of a new headworks building at the City's existing wastewater treatment plant and sewer extensions on Schaden Road and Middle Avenue.
3. Village of Mount Sterling requested \$400,000 with an interest rate of 4.20% for 5 years, for design of improvements to the Village's existing wastewater treatment plant.
4. City of Wapakoneta requested \$1,704,452 with an interest rate of 3.70% for 30 years, for construction of a new wellfield and raw waterline in conjunction with the construction of a new water treatment plant already funded by OWDA.
5. City of Zanesville requested \$895,475 with an interest rate of 3.20% for 10 years, for inspection for construction of the City's new drinking water treatment plant that is being funded by both the Fresh Water Fund and the Drinking Water Assistance Fund.

*****RESOLUTION*****

For the Local Government Agency Program loans, Mr. Bergman moved for approval of Resolution 116-09 authorizing cooperative agreements for planning and construction of wastewater and water management facilities between certain named political subdivisions of the State of Ohio and the Ohio Water Development Authority.

Seconded by Mr. Hicks.

AYES: Joyce, Jones, Hicks, Soggs, Allen, Bergman and Loucas
NAYS: None

II. LOCAL GOVERNMENTAL AGENCY PROGRAM CONT'D

Continuation of Approval of Projects

6. City of Columbus requested \$2,964,390 with an interest rate of 3.20% for 20 years, for rehabilitation of the Brown Road area waterlines including new water mains, abandoning existing lines and reconnecting service. The existing lines are deteriorating, requiring extensive maintenance. Flow and water quality will improve from the project.
7. City of Columbus requested \$4,452,429 with an interest rate of 3.20% for 20 years, for construction of a 2 million gallon storage tank at the existing Lazelle Road tank site. The project will provide additional domestic flow and fire flow protections in the immediate service area.
8. City of Columbus requested \$1,759,422 with an interest rate of 3.20% for 20 years, for construction of new well sites in southern Franklin County and/or northern Pickaway County to produce an additional 15 million gallons per day safe yield, as recommended by the Water Beyond 2000 Phase II Report. The project includes transmission lines from the wells to the Parson Avenue Water Plant.
9. City of Columbus requested \$2,932,034 with an interest rate of 3.70% for 20 years, for construction of off-site improvements to the primary electrical distribution facilities which are needed to support the planned Upground Reservoirs and the Raw Water Pump Station sites, and are within the Consolidated Electric Cooperative.
10. City of Columbus requested \$1,320,849 with an interest rate of 3.70% for 20 years, for rehabilitation of the Markison Avenue area distribution system including construction of new water mains, abandoning existing mains and transferring service connections. The project will improve flow and water quality in the area.
11. City of Columbus requested \$2,371,261 with an interest rate of 3.70% for 20 years, for rehabilitation of the distribution system in the Franklinton area including construction of new water mains, abandoning existing water main and transferring service.

*****RESOLUTION*****

For the Local Government Agency Program loans, Mr. Bergman moved for approval of Resolution 117-09 authorizing cooperative agreements for planning and construction of wastewater and water management facilities between certain named political subdivisions of the State of Ohio and the Ohio Water Development Authority.

Seconded by Mr. Soggs.

AYES: Jones, Hicks, Soggs, Allen, Bergman and Loucas

NAYS: None

ABSTAIN: Joyce

III. COMMUNITY ASSISTANCE PROGRAM

Approval of Projects

Ms. Farmer advised the Board of two Community Assistance Fund loans this month. The following projects were approved:

III. COMMUNITY ASSISTANCE PROGRAM CONT'D

Approval of Projects Cont'd

1. Village of Marblehead requested \$1,049,200 with an interest rate of 2.00% for 20 years, for construction of a new water treatment plant to replace an obsolete plant.
2. Village of Russells Point requested \$1,166,090 with an interest rate of 1.50% for 20 years, for construction of improvements to the Village's existing drinking water treatment plant.

*****RESOLUTION*****

For the Community Assistance Program, Mr. Hicks moved for approval of Resolution 118-09 authorizing cooperative agreements for the construction of sewage treatment facilities, interceptor sewers and sewage collection systems, and water supply and distribution systems between the Ohio Water Development Authority and certain named local governmental agencies determined by the Authority to be unable to finance such facilities and systems at a market rate of interest without undue hardship upon the users of such systems.

Seconded by Mr. Allen.

AYES: Joyce, Jones, Hicks, Soggs, Allen, Bergman and Loucas
NAYS: None

IV. RURAL DEVELOPMENT INTERIM LOAN PROGRAM

Approval of Projects

Ms. Farmer advised the Board of one Rural Development Interim loan this month. The following project was approved:

1. Village of Helena requested \$436,000 with an interest rate of 1.60% for 3 years, for construction of a new wastewater treatment system.

*****RESOLUTION*****

For the Rural Development Interim Loan Program loans, Mr. Soggs moved for approval of Resolution 119-09 authorizing cooperative agreements for construction of wastewater and water management facilities between certain named political subdivisions of the State of Ohio and the Ohio Water Development Authority.

Seconded by Ms. Jones.

AYES: Joyce, Jones, Hicks, Soggs, Allen, Bergman and Loucas
NAYS: None

V. LOCAL ECONOMIC DEVELOPMENT LOAN PROGRAM

Approval of Projects

Ms. Farmer advised the Board of one Local Economic Development Program loan this month. The following project was approved:

1. City of Conneaut requested \$295,000 with an interest rate of 3.00% for 10 years, for construction of waterlines, sanitary sewers and storm sewers for an industrial park. Repayments are from both the water and sewer fund.

*****RESOLUTION*****

For the Local Economic Development Program loans, Ms. Jones moved for approval of Resolution 120-09 authorizing cooperative agreements for construction of wastewater and water management facilities between certain named political subdivisions of the State of Ohio and the Ohio Water Development Authority.

Seconded by Mr. Allen.

AYES: Joyce, Jones, Hicks, Soggs, Allen, Bergman and Loucas
NAYS: None

VI. DRINKING WATER ASSISTANCE FUND

Approval of Projects

Ms. Farmer advised the Board of three Drinking Water Assistance Fund loans this month, all for construction. The following projects were approved:

1. Village of Deshler requested a \$1,881,900 loan with an interest rate of 0.00% for 20 years, including \$940,950 ARRA principal forgiveness, for construction of a new groundwater membrane water treatment plant to replace the existing water treatment plant that is aged and in need of constant repair.
2. Village of South Solon requested an \$850,000 loan with an interest rate of 0.00% for 20 years, including \$176,000 ARRA principal forgiveness, for construction of a new water storage tank and rehabilitation of the water treatment plant.
3. Village of Woodville requested a \$450,000 loan with an interest rate of 0.00% for 20 years, including \$225,000 ARRA principal forgiveness, for construction of two new wells and an eight-inch line from the wells to the water treatment plant.

*****RESOLUTION*****

Mr. Bergman moved for adoption of Resolution 121-09 authorizing Drinking Water Assistance Loan Fund agreements between certain named political subdivisions, the Director of the Ohio Environmental Protection Agency, and the Ohio Water Development Authority, for financing construction, operation and ownership of water facilities pursuant to Ohio Revised Code 6109.22.

VI. DRINKING WATER ASSISTANCE FUND CONT'D

Approval of Projects Cont'd

****RESOLUTION CONT'D****

Seconded by Mr. Hicks.

AYES: Joyce, Jones, Hicks, Soggs, Allen, Bergman and Loucas

NAYS: None

VII. WATER POLLUTION CONTROL LOAN FUND PROGRAM

Approval of Water Pollution Control Loan Projects

Ms. Farmer advised the Board of fifty-one Water Pollution Control Loan Fund Program loans this month, fifty for construction and one for planning. The Akron and Columbus loans have a separate Resolution to avoid a conflict of interest for one of the Board members. The following projects were approved:

1. City of Barberton requested a \$4,000,000 loan, \$2,000,000 with an interest rate of 3.25% and \$2,000,000 ARRA principal forgiveness with 0.00% interest, all for 20 years, for conversion of the treatment tanks for biological phosphorus and nitrate removal.
2. Clark County requested an \$80,000 loan, \$20,000 with an interest rate of 3.25% and \$60,000 ARRA principal forgiveness with 0.00% interest, all for 20 years, for rehabilitation of sewers in the Green Acres subdivision.
3. Clark County requested a \$50,000 loan, \$25,000 with an interest rate of 3.25% and \$25,000 ARRA principal forgiveness with 0.00% interest, all for 20 years, for rehabilitation of manholes in the Northridge subdivision.
4. Clark County requested a \$150,000 loan, \$75,000 with an interest rate of 3.25% and \$75,000 ARRA principal forgiveness with 0.00% interest, all for 20 years, for rehabilitation of the sewers in the Northridge subdivision.
5. Clark County requested a \$150,000 loan, \$75,000 with an interest rate of 3.25% and \$75,000 ARRA principal forgiveness with 0.00% interest, all for 20 years, for rehabilitation of the sewers in the Park Layne subdivision.
6. Village of Creston requested a \$203,606 loan with an interest rate of 0.00% for 20 years, including \$101,803 ARRA principal forgiveness, for replacement of existing culverts at three locations in order to reduce infiltration and inflow.
7. Franklin County requested a \$1,755,000 loan, \$1,355,000 with an interest rate of 3.25% and \$400,000 ARRA principal forgiveness with 0.00% interest, all for 20 years, for construction of a new pump station, force main and equalization basin to connect the unincorporated area of Timberlake and the Village of Harrisburg to the Darbydale Wastewater Treatment Plant. The project will serve 358 customers.
8. Village of Frazeyburg requested a \$505,359 loan with an interest rate of 0.00% for 20 years, including \$187,500 ARRA principal forgiveness, for construction of improvements to the Village's existing wastewater treatment plant.

