

MINUTES OF MEETING
OHIO WATER DEVELOPMENT AUTHORITY
November 19, 2009

Chairman Joyce called the special meeting of the Ohio Water Development Authority to order on Thursday, November 19, 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 Ryan Callender, 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
Bob Selak	Thompson Hine
Rob Mellinger	Citigroup
David Bornino	Ohio EPA
Rita Merry	Huntington National Bank
Michael Gagnon	Mesirow Financial
Tammie Champion	Bank of New York
Kathleen Perkins	Bank of New York
Eric Erickson	Fifth Third
Norma Lawrence	American Structurepoint
Dennis Golem	Wells Fargo
Ron Shankman	Prism/Aramis
Richard Weiss	Morgan Stanley
Bill Daley	Morgan Stanley
Chuck Peck	Morgan Stanley
Rajeev Chanderrit	Morgan Stanley
Jim Morris	USGS
Jim Mangan	USGS
Joe Britt	Wells Fargo
Andy Fruehling	American Structurepoint

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 October 29, 2009, regular Minutes of Meeting.

I. APPROVAL OF MINUTES CONT'D

*****MOTION*****

Ms. Jones so moved.
Seconded by Mr. Bergman.

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

Mr. Grossman noted an additional WPCLF loan for the Village of Carey under Item #V-A of the agenda.

II. LOCAL GOVERNMENTAL AGENCY PROGRAM

Approval of Projects

Ms. Farmer advised the Board of one Local Government Agency loan this month. The following project was approved:

1. Lucas County requested \$647,720 with an interest rate of 4.20% for 5 years, for planning for the formation of a stormwater district. Repayments will come from the sewer system revenues until the district is formed.

*****RESOLUTION*****

For the Local Government Agency Program loans, Ms. Jones moved for approval of Resolution 109-09 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: Joyce, Jones, Hicks, Soggs, Allen and Bergman
NAYS: None

Approval of Supplements

Ms. Farmer advised the Board of one Local Governmental Agency Program supplemental loan this month. The following project was approved:

1. City of Galion requested a supplement of \$326,000, to the original loan amount of \$366,175 for 20 years, for rehabilitation and painting of a 500,000 gallon water storage tank. The supplement is for rehabilitation of a second tank.

II. LOCAL GOVERNMENTAL AGENCY PROGRAM CONT'D

Approval of Supplements Cont'd

*****RESOLUTION*****

For the Local Government Agency Program supplemental loans, Mr. Bergman moved for approval of Resolution 110-09 authorizing supplements to cooperative agreements for 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 and Bergman

NAYS: None

Ms. Loucas arrived at 10:33 a.m.

III. COMMUNITY ASSISTANCE PROGRAM

Approval of Projects

Ms. Farmer advised the Board of one Community Assistance Fund loan this month. The following project was approved:

1. Shelby County requested \$439,357 with an interest rate of 1.50% for 30 years, for construction of a sewer to connect the Mill Creek area to the City of Sidney's wastewater treatment plant. The existing package plant will be demolished.

*****RESOLUTION*****

For the Community Assistance Program, Ms. Jones moved for approval of Resolution 111-09 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. Bergman.

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

NAYS: None

IV. DRINKING WATER ASSISTANCE FUND

Approval of Projects

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

1. City of Fostoria requested a \$1,600,000 loan with an interest rate of 0.00% for 30 years, including \$800,000 ARRA principal forgiveness, for construction of a new lime sludge building and purchase of a new lime sludge press.
2. City of Jackson requested a \$1,863,458 loan with an interest rate of 0.00% for 20 years, including \$500,000 ARRA principal forgiveness, for installation of a belt press and backwash pump at the existing water treatment plant.
3. Muskingum Watershed Conservancy District requested a \$300,000 loan with an interest rate of 0.00% for 20 years, including \$100,000 ARRA principal forgiveness, for painting of a water tower that serves Atwood Lake Park.
4. Tuppers Plains-Chester Water District requested a \$547,204 loan with an interest rate of 0.00% for 20 years, including \$273,602 ARRA principal forgiveness, for construction of 63,000 linear feet of 4-inch water line, 17,900 linear feet of 3-inch water line, 73 service connections, 35 gate valves, 11 hydrants, and a booster station.

****RESOLUTION****

Ms. Loucas moved for adoption of Resolution 112-09 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.

Seconded by Mr. Soggs.

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

Approval of Supplements

Ms. Farmer advised the Board of one Drinking Water Assistance Fund supplemental loan this month. The following project was approved:

1. Village of New Holland requested a supplement of \$17,000, to the original loan amount of \$75,486 for 5 years, for design of a 150,000 gallon water tower to replace the Village's existing 100,000 gallon water tower. The existing water tower contains 5,740 parts per million of lead and 1,000 parts per million of chromium. The supplement is for additional funding preparation.

IV. DRINKING WATER ASSISTANCE FUND CONT'D

Approval of Supplements Cont'd

****RESOLUTION****

Mr. Hicks moved for adoption of Resolution 113-09 authorizing supplements to Drinking Water Assistance Loan Fund agreements between certain named political subdivisions and persons, 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.

Seconded by Mr. Bergman.

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

NAYS: None

V. WATER POLLUTION CONTROL LOAN FUND PROGRAM

Approval of Water Pollution Control Loan Projects

Ms. Farmer advised the Board of thirty-one Water Pollution Control Loan Fund Program loans this month, thirty 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. Village of Barnesville requested a \$2,416,849 loan, \$1,216,849 with an interest rate of 1.00% and \$1,200,000 ARRA principal forgiveness with 0.00%, all for 20 years, for construction of two 335,000 gallon sludge storage/treatment tanks with aeration diffusers and sludge mixing systems; a 1,500 square foot blower building with three blowers, and a lab building at the Village's existing wastewater treatment plant.
2. Village of Botkins requested \$182,700 with an interest rate of 2.75% for 5 years, for design of improvements to the Village's existing wastewater treatment plant including new aerobic digesters, replacement UV disinfection equipment and screening improvements. Also included will be an inflow and infiltration study and recommended improvements.
3. Village of Carey requested a \$400,000 loan, \$200,000 with an interest rate of 1.00% and \$200,000 ARRA principal forgiveness with 0.00% interest, all for 20 years, for construction of a storm sewer to separate the storm runoff from the sanitary sewers. The project will eliminate sewer backups and surcharging during wet-weather conditions. Repayments for this project are from the stormwater utility. Residents pay \$40 per year for stormwater.
4. Coshocton County requested a \$3,319,716 loan with an interest rate of 0.00% for 20 years, including \$2,489,787 ARRA principal forgiveness, for construction of a collection system to serve the unincorporated areas of Fresno and Pearl, north of West Lafayette. The project will serve 80 residences and Pearl Valley Cheese. Sewage will be treated by the Village of West Lafayette's wastewater treatment plant.

V. WATER POLLUTION CONTROL LOAN FUND PROGRAM CONT'D

Approval of Water Pollution Control Loan Projects Cont'd

5. City of Galion requested a \$500,000 loan with an interest rate of 0.00% for 20 years, including \$250,000 ARRA principal forgiveness, for construction of storm water controls to reduce inflow and infiltration in the sanitary sewer system.
6. City of Geneva requested a \$666,891 loan, \$456,891 with an interest rate of 1.00% and \$210,000 ARRA principal forgiveness with 0.00% interest, all for 20 years, for construction of a new laboratory building at the City's existing wastewater treatment plant.
7. Village of Gibonsburg requested a \$1,810,000 loan with an interest rate of 0.00% for 20 years, including \$905,000 ARRA principal forgiveness, for separation of the combined sewers on the eastside of the Village.
8. City of Greenfield requested a \$400,000 loan, \$200,000 with an interest rate of 2.75% and \$200,000 ARRA principal forgiveness with 0.00% interest, all for 20 years, for rehabilitation of 300 sanitary sewer manholes in residential neighborhoods. The project addresses findings of the Sanitary Sewer Evaluation Survey.
9. City of Huber Heights requested a \$500,000 loan, \$250,000 with an interest rate of 3.25% interest and \$250,000 ARRA principal forgiveness with 0.00% interest, all for 20 years, for lining of sanitary sewers citywide. The project will eliminate inflow and infiltration in the City's sewer system.
10. City of Huber Heights requested a \$96,836 loan, \$48,418 with an interest rate of 3.25% and \$48,418 ARRA principal forgiveness with 0.00% interest, all for 20 years, for installation of chimney seals on approximately 272 manholes, placement of carriage bolts on approximately 136 manhole lids and painting the lids.
11. City of Lancaster requested a \$1,000,000 loan, \$500,000 with an interest rate of 3.25% and \$500,000 ARRA principal forgiveness with 0.00% interest, all for 20 years, for lining of sewers in the Miller Park area.
12. Village of Lowellville requested a \$200,000 loan with an interest rate of 0.00% for 20 years, including \$150,000 ARRA principal forgiveness, for construction of improvements at the Village's existing wastewater treatment plant to protect it from flooding.
13. Montgomery County requested a \$3,214,560 loan, \$2,014,560 with an interest rate of 3.25% and \$1,200,000 ARRA principal forgiveness with 0.00% interest, all for 20 years, for rehabilitation of twelve existing tertiary filters at Montgomery County's Western Regional Reclamation Facility. The project includes the replacement of filter media, inlet valves, and backwash drain valves; cleaning and painting of equipment and associated electrical work.
14. Village of Mount Gilead requested a \$243,976 loan with an interest rate of 0.00% for 20 years, including \$121,988 ARRA principal forgiveness, for construction of Phase I of the Village's sanitary sewer improvements. The project will reduce inflow and infiltration in the sewer system.
15. Muskingum County requested a \$2,106,153 loan, \$1,153,803 with an interest rate of 3.25% and \$952,350 ARRA principal forgiveness with 0.00% interest, all for 20 years, for construction of sanitary sewers to serve 100 residences on Coopermill Road. The project includes 7,500 linear feet of gravity sewer, 1,000 linear feet of force main, and one pump station.

