

MINUTES OF MEETING
OHIO WATER DEVELOPMENT AUTHORITY
October 29, 2009

Secretary-Treasurer Scott L. Campbell called the monthly meeting of the Ohio Water Development Authority to order on Thursday, October 29, 2009. The meeting was held at the Ohio Water Development Authority, 480 South High Street, Columbus, Ohio 43215. In attendance were Jim Joyce, Chairman; Gloria Fauss, 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
Bob Selak	Thompson Hine
Carla Bostic	Bank of New York
Cheryl Shultz	Huntington
Tom Liu	Bank of America/Merrill Lynch
Tim Williams	JP Morgan
Rita Merry	Huntington National Bank
Cora Marshall	Washington County
John Grosse	Washington County
Scott Miller	US Bank
Dave Bornino	Ohio EPA
Michael Gagnon	Mesirow Financial
Eric Erickson	Fifth Third
Shai Markowicz	Citigroup
Patrick Maxwell	Ross Sinclair
Tom Coverick	Key Bank
Lara DeLeone	Key Bank
Patrick King	Stifel Nicolaus
Joe Lopez	Baird
Mark Miller	Rice Financial
John Skunza	City of Columbus
Osee Pierre	Siebert Branford Shank & Co.
Jamie Lang	Huntington Investment Co.
Dennis Golem	Wachovia/Wells Fargo

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. BOARD ELECTION

Mr. Campbell noted that the By-laws of the Authority require a Chairman and Vice-Chairman and both offices are to be elected from the appointed members of the Board. At the July meeting, John McClure was elected Chairman and Lessie Milton Jones was elected Vice-Chairman for a two year term. Since Mr. McClure's appointment has expired, the office of Chairman is currently vacant.

Mr. Campbell asked for nominations from the floor for the office of Chairman.

Ms. Fauss nominated Jim Joyce.

Seconded by Mr. Soggs.

Mr. Campbell asked for further nominations from the floor; there were no other nominations.

Mr. Campbell requested a motion to elect Jim Joyce to the office of Chairman.

****MOTION****

Ms. Fauss moved to elect Jim Joyce to the office of Chairman for a two year term ending July 31, 2011.

Seconded by Mr. Soggs.

Mr. Joyce:	Yes
Ms. Fauss:	Yes
Mr. Soggs:	Yes
Mr. Allen:	Yes
Mr. Bergman:	Yes
Ms. Loucas:	Yes

NAYS: None

Mr. Campbell congratulated Chairman Joyce and turned the meeting over to him.

Chairman Joyce thanked the Board for the opportunity to serve them and the Authority staff in this new capacity.

II. APPROVAL OF MINUTES

Chairman Joyce called for a motion to approve the September 24, 2009, regular Minutes of Meeting.

II. APPROVAL OF MINUTES CONT'D

*****MOTION*****

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

AYES: Joyce, Fauss, Soggs, Allen, Bergman and Loucas
NAYS: None

Mr. Grossman noted a change to the agenda under Item #III for the Local Governmental Agency Program. The City of Columbus is requesting 3 loans instead of 4. These will be voted on separately from the other Local Governmental Agency Program loans.

III. LOCAL GOVERNMENTAL AGENCY PROGRAM

Approval of Projects

Ms. Farmer advised the Board of fourteen Local Government Agency loans this month, seven for construction and seven for planning. The following projects were approved:

1. Allen County requested \$427,900 with an interest rate of 3.42% for 18 years, for extension of sewers, including a pump station and a force main, to serve a mixed use development. The project will allow for the abandonment of a private treatment plant that is in violation of its NPDES permit.
2. Allen County requested \$481,700 with an interest rate of 3.42% for 19 years, for construction of a pump station and force main to connect the Perry Local Schools to the City of Lima's wastewater treatment plant. The project will eliminate a package plant owned and operated by the School District.
3. Village of Centerburg requested \$550,000 with an interest rate of 4.42% for 5 years, for design of a new wastewater treatment plant, a new pump station, a new interceptor sewer and a new force main.
4. City of East Palestine requested \$60,000 with an interest rate of 4.42% for 5 years, for design of a new solid structure roof for the Wheathill Reservoir. The improvement is required by Ohio EPA. Construction funding is expected from USDA Rural Development.
5. Village of Jefferson requested \$46,473 with an interest rate of 3.92% for 10 years, for construction of electrical upgrades to the Village's existing wastewater treatment plant including a stand-by generator.
6. Village of LaRue requested \$558,000 with an interest rate of 4.42% for 5 years, for planning and design of a new well field and a new water treatment plant for the Village's existing drinking water system.
7. Village of Laura requested \$190,760 with an interest rate of 3.42% for 30 years, for replacement of waterlines due to road reconstruction.
8. City of Wapakoneta requested \$458,000 with an interest rate of 4.42% for 5 years, for design of improvements to the City's wastewater collection system in order to implement the Long Term Control Plan.

III. LOCAL GOVERNMENTAL AGENCY PROGRAM CONT'D

Approval of Projects Cont'd

9. Washington County requested \$204,311 with an interest rate of 4.42% for 5 years, for design of a lift station and force main to serve the communities of Devola and Oak Grove.
10. Washington County requested \$397,486 with an interest rate of 4.42% for 5 years, for design of Phase II improvements to the Devola sanitary sewers.
11. Washington County requested \$384,026 with an interest rate of 4.42% for 5 years, for design of conventional gravity sewers to serve the community of Oak Grove.

*****RESOLUTION*****

For the Local Government Agency Program loans, Ms. Fauss moved for approval of Resolution 96-09 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. Bergman.

AYES: Joyce, Fauss, Soggs, Allen, Bergman and Loucas

NAYS: None

Continuation of Approval of Projects

12. City of Columbus requested \$2,624,860 with an interest rate of 3.42% for 20 years, for removal of sludge from the Parsons Avenue Water Plant, acquisition of a silt pit, and construction of facilities to pump water treatment plant residuals to that location for permanent storage.
13. City of Columbus requested \$1,382,103 with an interest rate of 3.42% for 20 years, for rehabilitation of 10,400 linear feet of 24" water main along Main Street.
14. City of Columbus requested \$605,827 with an interest rate of 3.42% for 20 years, for rehabilitation of the waterlines in the Gibbard area distribution system including new water mains, abandoning existing lines and reconnection of service.

Chairman Joyce noted that he needed to recuse himself from voting on these loans in order to avoid a conflict of interest, which is why these projects have a separate Resolution.

*****RESOLUTION*****

For the Local Government Agency Program loans, Ms. Loucas moved for approval of Resolution 97-09 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. Allen.

III. LOCAL GOVERNMENTAL AGENCY PROGRAM CONT'D

Continuation of Approval of Projects

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

AYES: Fauss, Soggs, Allen, Bergman and Loucas
NAYS: None
ABSTAIN: Joyce

IV. COMMUNITY ASSISTANCE PROGRAM

Approval of Projects

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

1. Fayetteville-Perry Township Regional Sewer District requested \$946,900 with an interest rate of 1.50% for 30 years, for extension of sewer service along SR 251 and Essen Drive.
2. Village of Phillipsburg requested \$187,901 with an interest rate of 2.00% for 30 years, for replacement of waterlines on Main Street.
3. Washington County requested \$283,022 with an interest rate of 1.50% for 20 years, for rehabilitation of 7,738 linear feet of sanitary sewer in the Riverview community in Washington County.

*****RESOLUTION*****

For the Community Assistance Program, Mr. Bergman moved for approval of Resolution 98-09 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 Ms. Fauss.

AYES: Joyce, Fauss, Soggs, Allen, Bergman and Loucas
NAYS: None

V. 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:

V. RURAL DEVELOPMENT INTERIM LOAN PROGRAM CONT'D

Approval of Projects Cont'd

1. Village of Malinta requested \$1,235,000 with an interest rate of 1.60% for 3 years, for a new wastewater system.

*****RESOLUTION*****

For the Rural Development Interim Loan Program loans, Mr. Soggs moved for approval of Resolution 99-09 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. Bergman.

AYES: Joyce, Fauss, Soggs, Allen, Bergman and Loucas

NAYS: None

VI. UNSEWERED AREA PLANNING LOAN PROGRAM

Approval of Projects

Ms. Farmer advised the Board of seven Unsewered Area Planning Loan Program loans this month. The following projects were approved:

1. Village of Chickasaw requested \$50,000 with an interest rate of 0.00% for 10 years, for design of an expansion of the Village's lagoon-type wastewater treatment plant to serve currently unserved areas of Marion Township. On-site septic systems in the area are failing and are discharging untreated wastewater to the Grand Lake St. Marys watershed.
2. Village of Harrisville requested \$200,500 with an interest rate of 0.00% for 10 years, for planning and design of a new wastewater treatment system. The project includes full investigation of treatment alternatives.
3. Mercer County requested \$72,400 with an interest rate of 0.00% for 20 years, for planning and design for an unsewered area in the southwest portion of the Grand Lake St. Marys watershed.
4. Morrow County requested \$275,000 with an interest rate of 0.00% for 10 years, for planning and design for the North Bloomfield Township area. The area has 95 residential and 10 commercial properties with failing on-site systems.
5. Morrow County requested \$165,000 with an interest rate of 0.00% for 10 years, for planning and design for wastewater treatment for the unincorporated community of Iberia. The area has 75 residential and 15 commercial properties with failing on-site treatment systems.
6. Morrow County requested \$220,000 with an interest rate of 0.00% for 10 years, for planning and design for the areas of Williamsport and North Woodbury. The area has 140 residential and 10 commercial properties with failing on-site treatment systems.

VI. UNSEWERED AREA PLANNING LOAN PROGRAM CONT'D

Approval of Projects Cont'd

7. Village of New Athens requested \$235,500 with an interest rate of 0.00% for 10 years, for planning and design of a new wastewater treatment system. The project includes a comprehensive review of treatment alternatives. The Village has failing on-site treatment systems.

*****RESOLUTION*****

For the Unsewered Area Planning Loan Program loans, Ms. Fauss moved for approval of Resolution 100-09 authorizing cooperative agreements for the planning and design of sewage treatment facilities, interceptor sewers and sewage collection systems between the Ohio Water Development Authority and certain named local governmental agencies; and OWDA has determined they are eligible due to failing on-site systems.

Seconded by Mr. Allen.

AYES: Joyce, Fauss, Soggs, Allen, Bergman and Loucas

NAYS: None

VII. DRINKING WATER ASSISTANCE FUND

Approval of Projects

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

1. Butler County requested a \$2,622,533 loan with an interest rate of 0.00% for 20 years, including \$1,049,013 ARRA principal forgiveness, for construction of a 2 million gallon ground-level storage tank including SCADA and control valves.
2. Village of Enon requested a \$750,000 loan with an interest rate of 0.00% for 20 years, including \$250,000 ARRA principal forgiveness, for construction of improvements to the Village's existing drinking water treatment plant.
3. Franklin County requested a \$2,612,674 loan with an interest rate of 0.00% for 20 years, including \$450,000 ARRA principal forgiveness, for construction of a new wellfield and water treatment facility to replace the existing facility that serves the unincorporated area of Timberlake. The plant will serve 198 homes in Timberlake, plus Harrisburg and Darbydale.
4. Fulton County requested a \$5,376,577 loan with an interest rate of 0.00% for 30 years, including \$3,120,000 ARRA principal forgiveness, for construction of a regional drinking water system to serve northeast Fulton County. The project includes 85,000 lineal feet of 12" water main, hydrants, a booster pump and a water tower. The project will serve a population of 1,350 and the Evergreen Local School District.
5. Village of Harrisburg requested a \$1,308,806 loan with an interest rate of 0.00% for 30 years, including \$500,000 ARRA principal forgiveness, for construction of a water distribution system. The Village will be served by the County's new Timberlake system.

