

RESOLUTION NO. 6652

A RESOLUTION AUTHORIZING THE FINANCE DIRECTOR TO SIGN THE AMENDMENT TO THE CLEAN WATER STATE REVOLVING FUND LOANS

WHEREAS, in 2005 and 2008, the City entered into two Clean Water State Revolving Fund (CWSRF) loans for expansion of the water reclamation facility; and

WHEREAS, the twenty-year loans totaled \$69 million, accrue interest at 2.90% and 3.14% plus a 0.50% annual fee, and have a current balance of just over \$47 million; and

WHEREAS, on November 3, 2017, the state Environmental Quality Commission approved amendments to the CWSRF rules to allow loan agreements to be amended to apply lower market rates to existing loans; and

WHEREAS, the City of Albany has received approval to consolidate our two loans into a single loan with an interest rate of 1.75% and a 0.50% annual fee; and

WHEREAS, the interest savings over the remaining life of the consolidated loan are just over \$4 million.

NOW, THEREFORE, BE IT RESOLVED that the Albany City Council hereby authorizes the Finance Director to sign the amendment to the Clean Water State Revolving Fund loans (Attachment A).

DATED AND EFFECTIVE THIS 6TH DAY OF DECEMBER 2017.


Mayor

ATTEST:



City Clerk

**CLEAN WATER STATE REVOLVING FUND
AMENDMENT
LOAN AGREEMENT NOS. R10511 AND R10512
CITY OF ALBANY**

This Amendment to Loan Agreement Nos. R15011 and R10512 (as amended "Loan Agreement") is executed between the State of Oregon acting by and through its Department of Environmental Quality ("DEQ") and City of Albany (the "Borrower"), effective November 6, 2017. Capitalized terms used in this Amendment which are not defined herein shall have the meanings assigned to them in the Loan Agreements.

The purpose of this amendment is to combine City of Albany's loans R10511 and R10512 into one restructured Note, which will be known as Loan no. R14513. This amendment will also set the interest rate for Loan R14513 to 1.75% beginning November 7, 2017 through the maturity date of 10/1/2029.

The parties agree as follows:

1. ARTICLE 1(C) is amended and restated as follows:

“(C) NOTE AMOUNT : \$69,000,000.”

2. The second sentence of ARTICLE 5(C)(1) is amended and restated as follows:

“Until the Final Loan Amount is calculated, the total Loan Reserve Requirement is \$2,302,218.”

3. The attached "Appendix A: Repayment Schedule" replaces both Loan's current "Appendix A: Repayment Schedule".

Except as expressly amended above, the terms and conditions of Loan Agreement R14511 and R14512 shall remain in full force and effect.

BORROWER: CITY OF ALBANY

By: _____

Date: _____

Typed Name: _____

Title: _____

STATE OF OREGON ACTING BY AND THROUGH ITS
DEPARTMENT OF ENVIRONMENTAL QUALITY

By: _____

Date: _____

Lydia Emer, Administrator
Operations Division

APPENDIX A: REPAYMENT SCHEDULE

OREGON DEPARTMENT OF ENVIRONMENTAL QUALITY
 CLEAN WATER STATE REVOLVING FUND LOAN PROGRAM
REPAYMENT SCHEDULE

BORROWER:	City of Albany	INTEREST RATE:	1.75%
SRF LOAN NO.:	R10513	TERM IN YEARS:	20
LOAN AMOUNT:	\$ 69,000,000	PAYMENT AMOUNT:	\$ 2,184,281
		ANNUAL FEE:	0.50%

Due Date	Pmt#	PAYMENT				Principal Balance
		Principal	Interest	Fees	Total	
						69,000,000
4/1/2010	1	-	4,289,813		4,289,813	69,000,000
10/1/2010	2	1,311,823	1,042,720	345,000	2,699,543	67,688,177
4/1/2011	3	1,331,637	1,022,906		2,354,543	66,356,540
10/1/2011	4	1,351,751	1,002,792	331,783	2,686,326	65,004,789
4/1/2012	5	1,372,170	982,373		2,354,543	63,632,619
10/1/2012	6	1,392,897	961,646	318,163	2,672,706	62,239,722
4/1/2013	7	1,413,938	940,605		2,354,543	60,825,784
10/1/2013	8	1,435,298	919,245	152,065	2,506,608	59,390,486
4/1/2014	9	1,456,980	897,563		2,354,543	57,933,506
10/1/2014	10	1,478,991	875,552	144,834	2,499,377	56,454,515
4/1/2015	11	1,501,334	853,209		2,354,543	54,953,181
10/1/2015	12	1,524,016	830,527	274,765	2,629,308	53,429,165
4/1/2016	13	1,547,040	807,503		2,354,543	51,882,125
10/1/2016	14	1,570,414	784,129	259,411	2,613,954	50,311,711
4/1/2017	15	1,594,140	760,403		2,354,543	48,717,571
10/1/2017	16	1,618,227	736,316	243,588	2,598,131	47,099,344
interest 10/1/2017 to 11/6/2017 at old rate			140,424	470,121 total interest due 4/1		
4/1/2018	17	1,772,163	329,697		2,242,284	45,327,181
10/1/2018	18	1,787,669	396,613	226,635	2,410,917	43,539,512
4/1/2019	19	1,803,311	380,971		2,184,282	41,736,201
10/1/2019	20	1,819,090	365,192	208,681	2,392,963	39,917,111
4/1/2020	21	1,835,008	349,274		2,184,282	38,082,103
10/1/2020	22	1,851,063	333,219	190,411	2,374,693	36,231,040
4/1/2021	23	1,867,261	317,021		2,184,282	34,363,779
10/1/2021	24	1,883,599	300,683	171,819	2,356,101	32,480,180
4/1/2022	25	1,900,081	284,201		2,184,282	30,580,099
10/1/2022	26	1,916,707	267,575	152,900	2,337,182	28,663,392
4/1/2023	27	1,933,476	250,806		2,184,282	26,729,916
10/1/2023	28	1,950,395	233,887	133,649	2,317,931	24,779,521
4/1/2024	29	1,967,461	216,821		2,184,282	22,812,060
10/1/2024	30	1,984,677	199,605	114,062	2,298,344	20,827,383
4/1/2025	31	2,002,043	182,239		2,184,282	18,825,340
10/1/2025	32	2,019,560	164,722	94,127	2,278,409	16,805,780
4/1/2026	33	2,037,232	147,050		2,184,282	14,768,548
10/1/2026	34	2,055,058	129,224	73,842	2,258,124	12,713,490
4/1/2027	35	2,073,039	111,243		2,184,282	10,640,451
10/1/2027	36	2,091,178	93,104	53,202	2,237,484	8,549,273
4/1/2028	37	2,109,476	74,806		2,184,282	6,439,797
10/1/2028	38	2,127,934	56,348	32,200	2,216,482	4,311,863
4/1/2029	39	2,146,552	37,730		2,184,282	2,165,311
10/1/2029	40	2,165,311	18,946	10,827	2,195,084	0
TOTALS		69,000,000	23,088,703	3,531,964	95,620,667	
REQUIRED LOAN RESERVE:		\$ 2,302,218				

11/30/2017