



Indiana Finance Authority SRF Loan Program

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- State Revolving Fund Loan Programs
- Post Loan Closing Requirements



SRF Mission Statement



- ✓ Low-cost financial assistance
- ✓ Construct drinking water and wastewater infrastructure
- ✓ Compliance with state and federal drinking water and water quality standards
- ✓ Maintain a fiscally self-sufficient program
- ✓ Follow Safe Drinking Water Act and the Clean Water Act.

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Who is Eligible to Borrow from SRF?



- Cities
- Towns
- Counties
- Regional Sewer Districts
- Conservancy Districts
- Private and not-for-profit and Water Authorities for Drinking Water projects only

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Fundable Projects

Wastewater Projects:

- Treatment plants
- Collection systems
- Decentralized systems
- Combined Sewer Overflow remedies
- Infiltration/Inflow
- Non-point source water pollution abatement

Drinking Water Projects:

- Treatment plants
- Distribution
- Supply facilities
- Storage

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Indiana Finance Authority State Revolving Fund Loan Program



Assistance Provided

Clean Water & Drinking Water

● **Low Interest Loans**

Current rates 2.00% to 2.80%

● **Additional Interest Rate Reduction**

Climate/Extreme Weather
Green / Sustainable Projects
Non-point Source Projects

● **Grants** (Limited to low to moderate income areas)

\$ 2.5 Million in Clean Water in SFY 2015
\$ 3.0 Million in Drinking Water in SFY 2015
\$ 29.2 Million in Clean Water 2010-2014
\$ 18 Million in Drinking Water 2010-2014

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SRF Program History - Capitalization



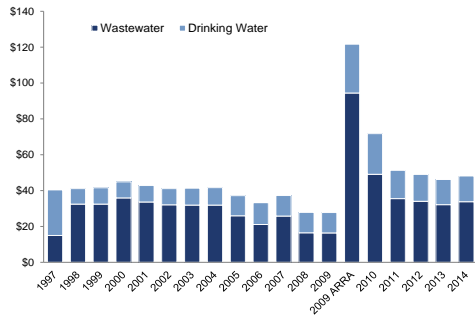
Federal Capitalization Grants

- The Clean Water SRF Program and the Drinking Water Program are capitalized by Federal Capitalization Grants and Proceeds of Bonds (including 20% State Match bonds)
- The SRF Programs have received over \$1.18 billion in Federal Capitalization Grants through Federal fiscal year 2014

Federal Grants by Fiscal Year

Federal FY	Clean Water	Drinking Water
1989-1996	\$295,901,716	-
1997	15,020,160	\$25,371,806
1998	32,452,972	8,687,500
1999	32,454,299	9,105,300
2000	35,916,531	8,989,850
2001	33,645,988	9,159,460
2002	32,128,866	8,955,100
2003	31,919,976	9,398,200
2004	31,939,281	9,749,300
2005	25,969,581	11,201,850
2006	21,135,427	12,166,734
2007	25,793,856	11,484,000
2008	16,472,652	11,367,000
2009	16,399,548	11,367,000
2009 ARRA	94,447,500	27,212,000
2010	49,104,000	22,638,000
2011	35,588,000	15,709,000
2012	34,061,000	14,970,000
2013	32,176,000	14,046,000
2014	33,790,000	14,348,000
Total	\$926,317,353	\$255,926,100

Historical Federal Capitalization Grants (\$mn)



SRF Program Results



Clean Water

	SFY 2014	SFY 2013	SFY 2012	SFY 2011
Number of Loans	13	25	18	21
Total Amount	\$88,885,400	\$304,541,000	\$139,956,000	\$128,114,800
Savings	\$29,804,591	\$78,838,135	\$48,499,096	\$54,247,530

Drinking Water

	SFY 2014	SFY 2013	SFY 2012	SFY 2011
Number of Loans	10	14	11	13
Total Amount	\$14,755,401	\$39,189,000	\$58,737,612	\$39,635,862
Savings	\$9,515,803	\$15,320,419	\$17,126,814	\$22,128,363

Grand Total

	SFY 2014	SFY 2013	SFY 2012	SFY 2011
Number of Loans	23	39	29	34
Total Amount	\$103,640,801	\$343,730,000	\$198,693,612	\$167,750,662
Savings	\$39,320,394	\$94,158,554	\$65,625,910	\$76,375,893

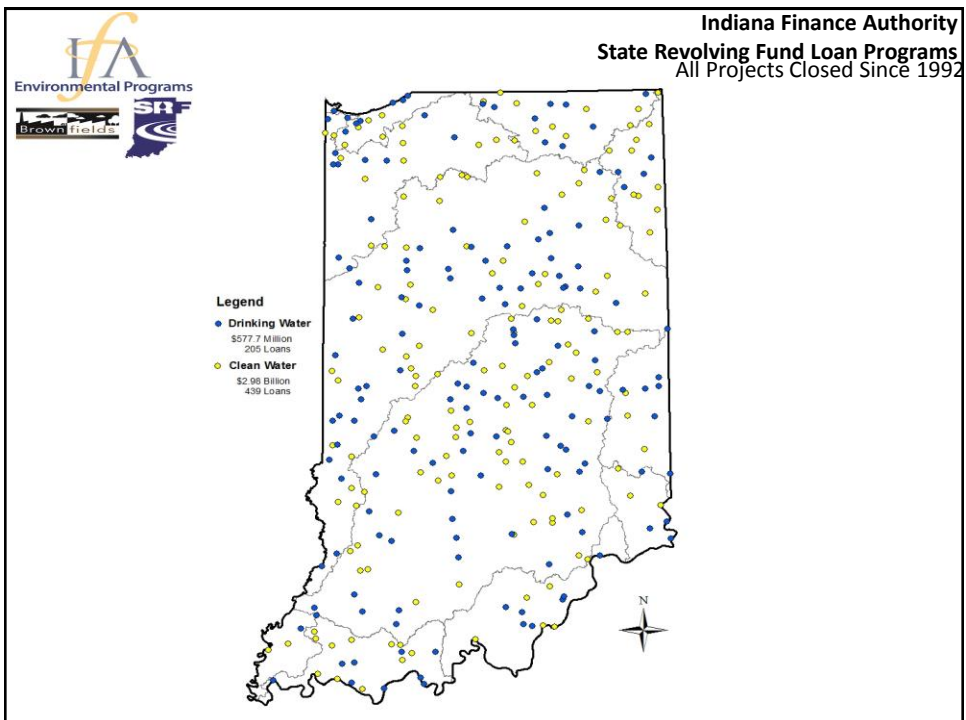


SRF Program Results – Cumulative as of June 30, 2014



- 441 Clean Water loans closed
- 205 Drinking Water loans closed
- Over 300 Communities served
- Over \$3.6 Billion in loan closings
- Over \$3.3 Billion disbursed to communities
- Over past 4 years, \$275 Million interest savings

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Indiana Finance Authority State Revolving Loan Programs



Largest Individual Loan

- City of Terre Haute, \$139,371,000.
- Closed on 12/13/2012.
- 2.14%.

Smallest Individual Loan

- Town of Lewisville, \$55,000.
- Closed on 6/28/2002.
- 3.50%.

City with the Largest Collective Borrowings

- City of Fort Wayne, \$204,335,005.
- Combined Clean Water and Drinking Water.

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SRF 2015 Priority Lists



The SRF State Fiscal Year 2015 Project Priority Lists (Q1) identify \$616,048,050 in infrastructure needs.

Identified Needs

▪ Drinking Water

- \$88,695,442

▪ Clean Water

- \$335,320,750 Large Systems
- \$192,031,858 Small Systems

SFY 2015

▪ Funding Allocation

- \$25 Million (6 projects)
- \$150 Million (11 projects)
- \$75 Million (12 projects)

To view the Project Priority Lists:

<http://www.in.gov/ifa/srf/2373.htm>

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Frequently Asked Questions



How can my community receive funds from SRF?

1. Application
2. Professionals Required
 - Engineer
 - Rate Consultant
 - Bond Counsel
 - Local Counsel
3. PER
4. Approvals
5. Loan Closing

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Post Loan Closing Requirements



- Paying Agent Agreement or Deposit Agreement
- Transfer Schedules
- Bank of New York (in Indianapolis)

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Post Loan Closing Requirements



Paying Agent Agreement

- Bond Transcript
- Key Exhibits
 - Exhibit A - Details
 - Exhibit B - Schedules

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Post Loan Closing Requirements



EXHIBIT A **ADDITIONAL TERMS AND PROVISIONS**

Agreement Date: May 5, 2015.

Account Designation: The Bank will hold the following accounts of the Issuer (and serve as Paying Agent and Bond Registrar for the IFA Program Bonds and any Other Bonds) if and as designated by an "x" marked in a box below:

- Bond and Interest Account related to the IFA Program Bonds.
- Bond and Interest Account related to the Other Bonds.
- Reserve Account available to pay IFA Program Bonds and any Other Bonds.
- Construction Fund.
- Paying Agent and Bond Registrar for the IFA Program Bonds.
- Paying Agent and Bond Registrar for the Other Bonds.

Construction Fund

Deposit: As of the Agreement Date, a \$-0- Construction Fund deposit has been made pursuant to the IFA Agreement.

Executing Officers: Mayor and Clerk-Treasurer of the Issuer

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Post Loan Closing Requirements



Exhibit A

Monthly Amount: At least one-twelfth (1/12) of the principal of and at least one-sixth (1/6) of the interest on all then outstanding Bonds payable on the then next succeeding principal and interest payment dates until the amount so credited shall equal the principal payable during the next succeeding twelve (12) calendar months and the interest payable during the next succeeding six (6) calendar months. (See the attached Sinking Fund Transfer Schedule set forth in Exhibit B for a schedule of such transfers, together with any direction hereafter received from the Authority updating the same.)

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Post Loan Closing Requirements



Exhibit A

Reserve Requirement: As of the Agreement Date means \$305,846.40, which the Issuer currently has on deposit in the Reserve Account with the Bank in the sum of \$216,291.55 on the Agreement Date, and thereafter from the Net Revenues, by a deposit with the Bank into the Reserve Account on or before the last day of each calendar month, commencing with the First Monthly Deposit Date, a sum of at least \$1,493 each month, until the balance therein equals the Reserve Requirement. (See the attached Sinking Fund Transfer Schedule set forth in Exhibit B for a schedule of such transfers, together with any direction hereafter received from the Authority updating the same.)



Post Loan Closing Requirements



Exhibit B

SCHEDULE OF MONTHLY TRANSFERS TO BOND AND INTEREST ACCOUNT

(To Bank of New York Mellon Trust Company, N.A.)

Transfers Each Month For the Period		2000	2015	Total Bond and Interest Monthly Transfers
From	To	Bonds	Bonds	
Beginning Balance (05/05/15)				\$71,694
05/06/15	12/31/15	\$17,924	\$7,060	24,984
01/01/16	12/31/16	17,927	7,551	25,478
01/01/17	12/31/17	17,929	7,540	25,469
01/01/18	12/31/18	17,848	7,613	25,461
01/01/19	12/31/19	17,853	7,600	25,453
01/01/20	12/31/20		25,421	25,421
01/01/21	12/31/21		25,438	25,438
01/01/22	12/31/22		25,446	25,446
01/01/23	12/31/23		25,445	25,445



Post Loan Closing Requirements



Exhibit B

SCHEDULE OF MONTHLY DEBT SERVICE RESERVE TRANSFERS

(To Bank of New York Mellon Trust Company, N.A.)

Date	Transfer Amount	Cash Balance
Beginning balance on 05/05/15		
05/31/15	\$1,493	217,785
06/30/15	1,493	219,278
07/31/15	1,493	220,771
08/31/15	1,493	222,264
09/30/15	1,493	223,757
10/31/15	1,493	225,250
11/30/15	1,493	226,743
12/31/15	1,493	228,236
01/31/16	1,493	229,729
02/29/16	1,493	231,222
03/31/16	1,493	232,715



Post Loan Closing Requirements



Frequently Asked Questions

- Why do we have to use the Bank of New York?
 - IFA Credit Rating
 - SRF Low Interest Rate

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Post Loan Closing Requirements



Frequently Asked Questions

- What do I do with the statements I receive from the Bank of New York?
 - Reconcile with SRF Payment Notice
 - File

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Post Loan Closing Requirements



Frequently Asked Questions

- Where do I send my monthly transfers?

MAKE CHECKS PAYABLE TO:

THE BANK OF NEW YORK MELLON TRUST
COMPANY, N.A.

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Post Loan Closing Requirements



Frequently Asked Questions

- Where do I send my monthly transfers?

MAIL ALL CHECKS TO THE FOLLOWING:

THE BANK OF NEW YORK MELLON TRUST
COMPANY, N.A.

ATTN: DERICK RUSH
300 NORTH MERIDIAN STREET
SUITE 910
INDIANAPOLIS, IN 46204

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Post Loan Closing Requirements



Frequently Asked Questions

- Where do I send my monthly transfers?

WIRE INSTRUCTIONS

THE BANK OF NEW YORK

ABA 021 000 018

FOR FINAL CREDIT: IMMS #6100268400

ACCOUNT NAME: IN SRF – **COMMUNITY NAME**

ATTN: DERICK RUSH

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Post Loan Closing Requirements



Frequently Asked Questions

- Where do I send my monthly transfers?

ACH INSTRUCTIONS

THE BANK OF NEW YORK

ABA 021000018

FOR CREDIT TO CAS: 8900626003

REF: TAS 610026 / **COMMUNITY NAME**

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Post Loan Closing Requirements



Frequently Asked Questions

- How do I contact the Bank of New York?

Derick Rush: 317-637-7778

Derick.rush@bnymellon.com

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Post Loan Closing Requirements



Questions?

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