

LRPC On-Going Actions (July 11, 2015)

1. Continue negotiation process with CCWD (Details to be discussed in Closed session)
2. John Pedri recommends we start the Pre-App process for USDA Loan to include all potentially eligible capital improvements projects (i.e., Water Meters & Infrastructure Improvements) while we continue to search for matching Grant Funds
 - a) App process can take 14 – 18 months, followed by Construction Period
 - b) USDA Loan estimated at 3% for 40 Years (Note: Worst case if no Grants approved with Meters estimated \$1.5M and Infrastructure estimated \$8.6M, the repayment per shareholder would be \$38/year for Meters (1,714 shareholders) and \$91/year for Infrastructure (2,024 shareholders) Assuming BLSMWC covers ½ of Infrastructure Loan repayment from E&I budget, for a Grand Total of \$129/year
 - c) Could also look into short term funding in anticipation of receiving a Federal Loan; probably looking at ~5.5-6% for 15 year term (Would need to see if this affects USDA app process)
3. Water Meters – USBR Grant application was not approved
 - a) John Pedri contacting Rural Community Assistance Corp (RCAC) to have them prepare an income survey for the BLSMWC service area. Survey will show MHI to be used for both Grant & Loan Programs
 - b) Dave / Steve to prepare Meter Installation RFQ Package
 - c) LRPC recommends taking over the role of the water usage sampling and new water rate analysis. Will work with Dave/Lee to request the data needed for additional sampling and how to interpret the data
4. Indirect Cost Determination – Required to utilize force account services (BLSMWC Employees) to construct or manage federal or state funded projects
 - a) John Pedri has already contacted Cost Recovery Systems to begin this process
 - b) John/Dave working to get indirect cost & overhead system developed per Dept. of Interior, Office of Mgmt. & Budget (OMB) requirements