



The State of New Hampshire MAY09'19 PM 1:08 DAS  
**Department of Environmental Services**

Robert R. Scott, Commissioner



April 29, 2019

His Excellency, Governor Christopher T. Sununu  
and the Honorable Council  
State House  
Concord, New Hampshire 03301

**REQUESTED ACTION**

Authorize the Department of Environmental Services to amend a Clean Water State Revolving Fund (CWSRF) loan agreement (P.O.# 9005483) with the City of Somersworth (VC #177476 B001) to increase funding by \$1,900,000, from \$10,540,000 to \$12,440,000, under the provisions of RSA 486:14 and N.H. Code of Admin. Rules Env-Wq 500 et seq., effective upon Governor & Council approval. The original loan agreement was approved by Governor & Council on November 14, 2018 as Item No. 58. Funding is 100% CWSRF Repayment Funds.

Funding is available in the account as follows:

	<u>FY 2019</u>
03-44-44-441018-2001-301-500832	\$1,900,000
Dept. Environmental Services, CWSRF Loan Repayments, Loans	

**EXPLANATION**

The purpose of this amendment is to increase the City of Somersworth's existing CWSRF loan by \$1,900,000 to fund additional design and construction scope items that will replace existing components to allow integration with newly upgraded systems and address equipment reliability, energy efficiency and operator usability. To date, none of this loan has been disbursed.

The final loan amount will be based on the total CWSRF funds disbursed, and may be less than \$12,440,000. Under federal capitalization grant requirements, this loan includes principal forgiveness in the amount of up to \$622,000. The loan interest rate may be adjusted downward if the CWSRF loan rate in effect upon project completion is less than 2.7040%.

Attached is a tabulation of the CWSRF showing the effect of this action on the funds available.

We respectfully request your approval.

Robert R. Scott, Commissioner

DEPARTMENT OF ENVIRONMENTAL SERVICES  
WATER DIVISION  
**CLEAN WATER STATE REVOLVING FUND**

Supplemental information to Governor and Council request for loan agreements under RSA 486:14 and N.H. Admin. Rules Env-Wq 500 for the municipality listed below:

This request will change the balance available for loans as follows:

	<b>CWSRF Repayment</b>
<b>Repayment Funds as of April 27, 2019</b>	<u>\$66,063,654</u>
<b>Loan Agreement(s) This Request:</b>	<b>\$1,900,000</b>
<b>Other Requested Action(s)</b> City of Lebanon	<b>\$120,000</b>
<b>Net Change †</b>	<u><b>\$2,020,000</b></u>
<b>Balance Available after G &amp; C Approval</b>	<u><b>\$64,043,654</b></u>

† Negative numbers in this row indicate funds returned to account

AMENDMENT No. 1

TO  
STATE OF NEW HAMPSHIRE  
WATER POLLUTION CONTROL REVOLVING FUND PROGRAM  
CITY OF SOMERSWORTH, NEW HAMPSHIRE

ORIGINAL LOAN AGREEMENT

For Project CS-330163-06

To increase the City of Somersworth's loan amount for the Wastewater Treatment Facility Upgrade Project from \$10,540,000 to \$12,440,000.

Now therefore, amend the ORIGINAL LOAN AGREEMENT, as approved by Governor and Council on November 14, 2018 as Item No. 58 in the following manner:

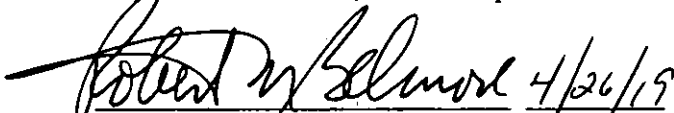
Change only Page 1 lines 16 through 17 of the ORIGINAL LOAN AGREEMENT to read as follows:

"...State, in accordance with the terms of this Agreement, the principal sum of **Twelve Million Four Hundred Forty Thousand and 00/100 Dollars (\$12,440,000)** (Principal Sum) or such lesser...";

And, change only Page 1, lines 21 through 22 of the ORIGINAL LOAN AGREEMENT to read as follows:

"...upon the initial repayment as follows: A portion of the principal sum, not to exceed **Six Hundred Twenty-Two Thousand and 00/100 Dollars (\$622,000)** or up to 5% of the total of..."

Accepted by  
City of Somersworth, New Hampshire

  
City Manager 4/26/19  
Date

Accepted by  
State of New Hampshire

  
Robert R. Scott, Commissioner 5/7/19  
Date  
Department of Environmental Services



The State of New Hampshire  
**Department of Environmental Services**

*Kathie Bourret*



**Robert R. Scott, Commissioner**

October 24, 2018

His Excellency, Governor Christopher T. Sununu  
 and the Honorable Council  
 State House  
 Concord, New Hampshire 03301

APPROVED G & C  
 DATE 11/14/2018  
 ITEM # 38

**REQUESTED ACTION**

Authorize the Department of Environmental Services to approve a Clean Water State Revolving Fund (CWSRF) loan agreement with the City of Somersworth (VC # 177476 B001) in an amount not to exceed \$10,540,000 to finance the Wastewater Treatment Facility Upgrade Project under the provisions of RSA 486:14 and N.H. Code of Admin. Rules Env-Wq 500 et seq., effective upon Governor & Council approval.

Funding is 44% CWSRF Federal Funds, 9% Capital (Other) and 47% CWSRF Repayment Funds.

Funding is available in the accounts as follows:

	<u>FY 2019</u>
03-44-44-441018-2003-301-500832 Dept. Environmental Services, CWSRF Loans, Loans	\$4,616,667
03-44-44-441030-5044-034-500161 Dept. Environmental Services, 15, 220:1-VI-H CWSRF Loan Program, Capital Project	\$923,333
03-44-44-441018-2001-301-500832 Dept. Environmental Services, CWSRF Loan Repayments, Loans	\$5,000,000

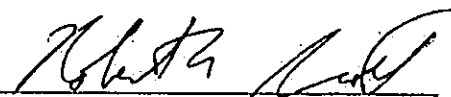
**EXPLANATION**

The purpose of the requested action is to authorize the City of Somersworth to borrow up to \$10,540,000 from the CWSRF to finance the Wastewater Treatment Facility Upgrade Project (project). The project will address WWTF capacity concerns and aging infrastructure. The improvements include a new influent screening system, a second train of aeration systems, modifications to the existing secondary distribution structure, new return and waste activated sludge pumping/grinding systems, new dewatering centrifuge, new sludge transfer pumps, new inclined sludge conveyor, support system upgrades and the addition of a sprinkler system.

The Supplemental (final) loan amount will be based upon the total CWSRF funds disbursed, and may be less than \$10,540,000. The interest rate for this Original Loan Agreement is 2.7040%. Under federal capitalization grant requirements, this loan includes principal forgiveness of up to \$527,000.

Attached is a tabulation of the CWSRF showing the effect of this action on the funds available for loans.

We respectfully request your approval.

  
 Robert R. Scott, Commissioner



**DEPARTMENT OF ENVIRONMENTAL SERVICES  
 WATER DIVISION  
 CLEAN WATER STATE REVOLVING FUND**

Supplemental information to Governor and Council request for loan agreements under RSA 486:14 and N.H. Admin. Rules Env-Wq 500 for the municipality listed below:

This request will change the balance available for loans as follows:

	<u>CWSRF Cap Grant</u>	<u>CWSRF Repayment</u>
<b>Repayment Funds as of October 24, 2018</b>	\$0	\$67,039,019
<b>Federal Funds *</b>	\$424,721,215	\$0
<b>Plus 20% State Match*</b>	<u>\$77,431,654</u>	<u>\$0</u>
Total Funds Available	\$502,152,869	\$67,039,019
Less Loans Previously Approved	<u>\$491,386,172</u>	<u>\$0</u>
<b>Funds Available for Loans</b>	<u>\$10,766,697</u>	<u>\$67,039,019</u>
 <b>Loan Agreement(s) This Request:</b>		
City of Somersworth	\$5,540,000	\$5,000,000
 <b>Other Requested Action(s)</b>		
Town of Hampton	\$4,996,850	\$0
Town of Ashland	\$0	\$30,000
 <b>Net Change<sup>†</sup></b>	<u>\$10,536,850</u>	<u>\$5,030,000</u>
<b>Balance Available after G &amp; C Approval</b>	<u>\$229,847</u>	<u>\$62,009,019</u>

\*Is net of the 4% reduction for CWSRF Program administration  
 See SRF Loan Status Table for breakdown of Grants by year

**NEW HAMPSHIRE DEPARTMENT OF ENVIRONMENTAL SERVICES  
CLEAN WATER STATE REVOLVING LOAN PROGRAM**

**SRF Funds Available for Loans**

1989-2009 Capitalization Grants	\$309,138,766
Plus State Match	\$54,022,973
Less 4% Administration Fee	<u>(\$14,426,470)</u>
Total 1989-2009 Funds Available for Loans	\$348,735,269
2010 Capitalization Grant (08/10/2011)	\$20,361,000
Plus State Match	\$4,072,200
Less 4% Admin.	<u>(\$977,328)</u>
Total 2010 Funds Available for Loans	\$23,455,872
2011 Capitalization Grant (09/21/2011)	\$14,757,000
Plus State Match	\$2,951,400
Less 4% Admin.	<u>(\$708,336)</u>
Total 2011 Funds Available for Loans	\$17,000,064
2012 Capitalization Grant (06/05/2012)	\$14,123,000
Plus State Match	\$2,824,600
Less 4% Admin.	<u>(\$677,904)</u>
Total 2012 Funds Available for Loans	\$16,269,696
2013 Capitalization Grant (08/14/2013)	\$13,342,000
Plus State Match	\$2,668,400
Less 4% Admin.	<u>(\$640,416)</u>
Total 2013 Funds Available for Loans	\$15,369,984
2014 Capitalization Grant (08/11/2014)	\$14,011,000
Plus State Match	\$2,802,200
Less 4% Admin.	<u>(\$672,528)</u>
Total 2014 Funds Available for Loans	\$16,140,672
2015 Capitalization Grant (08/05/2015)	13,940,000
Plus State Match	2,788,000
Less 4% Admin.	<u>(669,120)</u>
Total 2015 Funds Available for Loans	16,058,880
2016 Capitalization Grant (07/28/2016)	13,352,000
Plus State Match	2,670,400
Less 4% Admin.	<u>(640,896)</u>
Total 2016 Funds Available for Loans	\$15,381,504
2017 Capitalization Grant (08/04/2017)	\$13,249,000
Plus State Match	\$2,649,800
Less 4% Admin.	<u>(635,952)</u>
Total 2017 Funds Available for Loans	\$15,262,848
2018 Capitalization Grant (08/09/2018)	\$16,040,000
Plus State Match	\$3,208,000
Less 4% Admin.	<u>(769,920)</u>
Total 2018 Funds Available for Loans	\$18,478,080
Total Federal Grant \$ Available (including ARRA)	\$424,721,215
Total State Match Available	<u>\$77,431,654</u>
<b>Total 1989 - 2018 Funds Available for Loans</b>	<b>\$502,152,869</b>