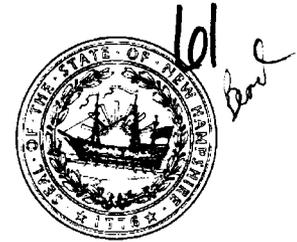




The State of New Hampshire
DEPARTMENT OF ENVIRONMENTAL SERVICES



Thomas S. Burack, Commissioner

April 21, 2014

Her Excellency, Governor Margaret Wood Hassan
and The Honorable Council
State House
Concord, New Hampshire 03301

REQUESTED ACTION

Authorize the Department of Environmental Services (DES) to award grant aid funds, under the provisions of RSA 486, to the North Conway Water Precinct, Conway, NH (VC 154445 B001) in the aggregate amount of \$3,400,852 for wastewater facility projects, effective upon Governor and Council approval. 100% General Funds.

Funding is available in the account as follows:

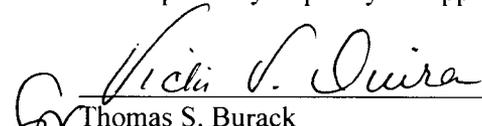
	<u>FY 2014</u>	<u>FY 2015</u>	<u>After FY 2015</u>
03-44-44-442010-1003-073-500580	\$177,860	\$200,787	\$3,022,205
Dept. of Environmental Services, State Aid Grants, Grants-Non Federal			

EXPLANATION

The funds being requested are part of a wastewater state aid grant (SAG) program that provides financial assistance in the form of grants to NH communities to off-set the eligible costs of planning, engineering design, and construction costs of certain sewage disposal facilities. Over the term of the debt service, which will range from 5 to 30 years, the state will reimburse the entities for 20% to 30% of the eligible costs incurred during the design and construction of the wastewater facilities plus a proportionate share of interest on borrowing for the project. In addition, some project costs qualify for an additional 10-30% SAG ("SAG Plus") for components related to seepage and sludge handling and treatment facilities.

In November 2008 funding for new state aid grants, including wastewater facility grants, was postponed as part of a cost reduction measure to address significant state revenue shortfalls. A total of 103 applications for wastewater facility grants were affected. These projects were placed on a "Delayed and Deferred" list until funding was available. Funds for Delayed and Deferred wastewater facility grants were appropriated in the state's Operating Budget for fiscal years 2014-2015. The wastewater facility grants in this request represent 5 of the Delayed and Deferred projects. Additional information regarding these projects is shown in Exhibit A.

We respectfully request your approval.



Thomas S. Burack
Commissioner

DEPARTMENT OF ENVIRONMENTAL SERVICES
WATER DIVISION – WASTEWATER ENGINEERING BUREAU

STATE AID GRANTS
(03-44-44-442010-1003-073)

The effect of this request on appropriated funds is shown below:

Fiscal Year		2014
Appropriation		\$7,523,938
Less: Scheduled Payments		<u>\$3,091,196</u>
Balance Available		\$4,432,742
Less: Previous Requests		\$2,911,763
Less: Concurrent Requests		\$416,280
Less: Current Request		
C-849	NCWP - Contract 003 - Artist Falls / Cranmore / Village Areas	\$ 31,713
C-850	NCWP - Contract 005 - US Rte 302 & NH Rte 16 W&S Improv.	\$ 36,827
C-851	NCWP - Depot Rd. & Neighbor's Row Water and Sewer	\$ 29,761
C-852	NCWP - Wastewater Master Plan Updates 2005	\$ 3,750
C-853	NCWP - Contract 006 - Intervale / Kearsarge Water & Sewer Project	<u>\$ 75,809</u>
Total		<u>\$177,860</u>
Balance Available		\$926,839

EXHIBIT A

Supplemental information to the preceding Governor and Executive Council request for approval of State Aid Grants for sewage disposal facilities under RSA 486.

Municipality: North Conway Water Precinct, Conway, NH

State Grant Number: C-849

Project: Contract 003 - Artist Falls, Cranmore, Village Areas

Description: Design and construction of infrastructure improvements in the Artist Falls, Cranmore and Village Areas.

Grant Eligible Project Costs: \$3,096,442

Grant Award: 30% of eligible costs (\$928,932)

Grant Term: 29 years

Application Received: 8/27/2010

State Grant Number: C-850

Project: Contract 005 - US Route 302 & NH Route 16 Water & Sewer Improvements

Description: Design and construction of sewers on Route 16 from Artist Falls Road to Route 16A.

Grant Eligible Project Costs: \$3,510,070

Grant Award: 30% of eligible costs (\$1,053,021)

Grant Term: 30 years

Application Received: 8/27/2010

Grant Awards for North Conway Water Precinct, Conway, NH continue on next page.

EXHIBIT A (Cont.)

Municipality: North Conway Water Precinct, Conway, NH (Continued)

State Grant Number: C-851

Project: Depot Road & Neighbor's Row Water and Sewer

Description: Design and construction of new sewers in the Depot Road and Neighbor's Row area of the Precinct.

Grant Eligible Project Costs: \$530,466

Grant Award: 30% of eligible costs (\$159,140)

Grant Term: 10 years

Application Received: 8/27/2010

State Grant Number: C-852

Project: Wastewater Master Plan Updates 2005

Description: Update Master Plan to determine build-out of sewer system and project wastewater flows.

Grant Eligible Project Costs: \$12,500

Grant Award: 30% of eligible costs (\$3,750)

Grant Term: 1 year

Application Received: 8/27/2010

State Grant Number: C-853

Project: Contract 006 – Intervale, Kearsarge Water & Sewer Project

Description: Design and construction for water main and gravity sewers in the Intervale Crossroad and Kearsarge Road areas including Wyman Avenue, Longview Terrace, Mechanic Street, and Lane Street.

Grant Eligible Project Costs: \$4,186,695

Grant Award: 30% of eligible costs (\$1,256,009)

Grant Term: 28 years

Application Received: 3/29/2011

Total Grant Award – North Conway Water Precinct, Conway, NH: \$3,400,852