



CITY OF DONNELLY

169 HALFERTY STREET
P.O. BOX 725
DONNELLY, ID 83615
TELEPHONE (208) 325-8859 FAX (208) 325-4091

Special City Council Meeting

Thursday, June 29, 2017 at 6:00 pm

Donnelly Community Center

AGENDA

ROLL CALL

PLEDGE OF ALLEGIENCE

BUSINESS AGENDA:

AB 17-31 Donnelly Water Improvement Project
Options prepared by USDA Rural Development

ADJOURN: Monday, July 17, 2017 at 6:00 p.m. (Public Hearing)

**DONNELLY CITY COUNCIL
AGENDA BILL**

169 Halferty Street
Donnelly, Idaho 83615

Number AB 17-31

Meeting Date 06/29/17

AGENDA ITEM INFORMATION

SUBJECT: <i>Donnelly Water Project Prepared by USDA Rural Development</i>	<i>Department Approvals</i>	<i>Initials</i>	<i>Originator or Supporter</i>
	Mayor / Council		
	Clerk/Treasurer		
	Public Works		
COST IMPACT:			
FUNDING SOURCE:			
TIMELINE:			

SUMMARY STATEMENT:

There are 3 funding options provided. A decision on which one the Council would like to go with.

RECOMMENDED ACTION:

RECORD OF COUNCIL ACTION

MEETING DATE	ACTION

**Donnelly City Water Improvement Project
Prepared by Carol Garrison, USDA RD Area Specialist June 15, 2017**

	CDBG		DEQ		DEQ ¹	
	RD Loan/Grant		CDBG		RD Loan/Grant	CDBG
Project costs*						
CDBG Funds	\$ 1,538,500.00		\$ 1,538,500.00		\$ 1,538,500.00	
DEQ Loan	\$ 500,000.00		\$ 500,000.00		\$ 500,000.00	
DEQ prin. forgiveness	\$ -		\$ 861,453.00		\$ 402,659.00	
Applicant	\$ -		\$ 134,547.00		\$ 54,841.00	
DEQ Planning Grant	\$ 21,250.00		\$ 21,250.00		\$ 21,250.00	
	\$ 21,250.00		\$ 21,250.00		\$ 21,250.00	
Total other funds available	\$ 542,500.00		\$ 1,538,500.00		\$ 1,000,000.00	
RD Funds needed						
RD Grant	\$ 996,000.00		\$ -		\$ 538,500.00	
RD Loan	\$ 448,200.00				\$ 242,325.00	
	\$ 547,800.00		\$ -		\$ 296,175.00	
	<i>55/45 split</i>				<i>55/45 split</i>	
Operating Expenses						
Existing RD Debt payment (5% iRD (reserve fully funded)	\$ 13,012.00		\$ 13,012.00		\$ 13,012.00	
New DEQ payment **	0		\$40,869.68		\$19,103.24	
New RD payment **	\$ 24,512.95		\$ -		\$ 13,253.24	
Reserve for SLA	\$ 5,133.00				\$ 5,133.00	
O&M (FY 2017)	\$ 106,155.00		\$ 106,155.00		\$ 106,155.00	
Annual expense	\$ 148,812.95		\$ 160,036.68		\$ 156,656.48	
Total Annual Expense	\$ 148,812.95		\$ 160,036.68		\$ 156,656.48	
Monthly Expense	\$ 12,401.08		\$ 13,336.39		\$ 13,054.71	
Number of EDU's***	\$ 238		\$ 238		\$ 238	
Suggested User Rate	\$ 52.11		\$ 56.04		\$ 54.85	

** RD interest rate will be whatever the interest rate is at time of approval --
3rd Quarter 2017 rate is 2.625% effective 07/01/2017 - 09/30/2017

***based on residential flow