

WATER INFRASTRUCTURE FINANCE AUTHORITY OF ARIZONA

WEDNESDAY, OCTOBER 16, 2019
WIFA Advisory Board Meeting 1:30 P.M.

100 N. 7TH AVENUE
1ST FLOOR, SUITE 100
PHOENIX, ARIZONA 85007

FINAL AGENDA

Call Meeting to Order

1. *Adopt Minutes for the Advisory Board Meeting of August 21, 2019.*
2. *Reports*
 - Executive Director's Report
 - Operating Budget Status Report
 - Commitment Balances Report

Call to the Public

3. *Call to the Public:* This is the time for the public to comment. Members of the Advisory Board may not discuss items that are not specifically identified on the agenda. Pursuant to A.R.S. § 38-431.01(H), action taken as a result of public comment will be limited to directing staff to study the matter, responding to any criticism or scheduling the matter for further consideration and decision at a later date.

Consent Agenda

None

New Agenda Items for Consideration and Action

4. *Review, Discuss & Possible Action:* Recommend Adoption of the DWRP Financial Assistance Project Priority List Funding Cycle 2020: *Sara Konrad will lead the discussion*

Add:

- Michael's Ranch Water User's Association (DW-018-2020)
- Town of Kearny (DW 019-2020)
- San Simon DWID (DW-023-2020)

Fundable Range:

- Michael's Ranch Water User's Association (DW-018-2020)
- Town of Kearny (DW 019-2020)

WIFA's Mission

To maintain and improve water quality in Arizona by providing financial assistance and technical assistance for basic water infrastructure.

WIFA's Vision

Guide WIFA's resources to communities with the greatest need.

5. ***Adopt/Modify/Terminate Operating Procedure:*** Recommend Adoption of Updated Loan Origination Procedure # III.3.1 – Combined Interest and Fee Rate Setting – *Dan Dialessi will lead the discussion*
6. ***Adopt/Modify/Terminate Operating Procedure:*** Recommend Adoption of Updated Loan Origination Procedure # III.20.1 – Additional Subsidy Procedure – *Dan Dialessi will lead the discussion*
7. ***Adopt/Modify/Terminate Operating Procedure:*** Recommend Adoption of Loan Origination Procedure # III.20.2 – Disadvantaged System Compliance Loans Procedure – *Dan Dialessi will lead the discussion*
8. ***Review, Discuss & Possible Action:*** Recommend Approval of Loan Resolution Addendum A2020-006 – Pine-Strawberry Water Improvement District – DWRP – Request to amend to modify project scope – *Angie Valenzuela will lead the discussion*
9. ***Review, Discuss & Possible Action:*** Recommend Approval of Loan Resolution Addendum A2020-007 – Villa Grande DWID – DWRP – Amend to increase loan amount by \$100,000 – *Angie Valenzuela will lead the discussion*
10. ***Review, Discuss & Possible Action:*** Recommend Approval of Loan Resolution Addendum A2020-008 – City of Safford – DWRP – Amend to increase forgivable principal amount by \$32,500 – *Angie Valenzuela will lead the discussion*
11. ***Review, Discuss & Possible Action:*** Recommend Approval of Loan Resolution Addendum A2020-009 – White Mountain Apache Housing Authority – DWRP – Amend to increase forgivable principal amount by \$8,492 – *Angie Valenzuela will lead the discussion*

Update, Discussion or Presentation

12. ***Review & Discuss:*** 2019 WIFA Financial Audit – *Jane Thompson will lead the discussion*

Meeting Conclusion & Adjournment

13. New Business/Issues:

- Next Advisory Board Meeting Date – Wednesday, December 11, 2019 at 1:30PM in Phoenix, Arizona

Notes on Proceedings

WIFA is committed to complying with the Americans with Disabilities Act. Persons with a disability may request a reasonable accommodation, such as a sign language interpreter, by contacting WIFA at (602) 364-1310. Requests should be made as early as possible to allow time to arrange the accommodation.

The agenda for the meeting is subject to change up to 24 hours before the meeting. At its discretion, the Authority may consider and act upon any agenda item out of order. One or more Board members may participate via teleconference.

WIFA's Mission

To maintain and improve water quality in Arizona by providing financial assistance and technical assistance for basic water infrastructure.

WIFA's Vision

Guide WIFA's resources to communities with the greatest need.

Arizona's Drinking Water Revolving Fund

Project Priority List 2020 Funding Cycle

October 2019

PPL Rank	Applicant	Population	County	Project Name	Description	Project Number	Amount Requested / Probable Green Amount	Subsidy
1	¹ Arroyo Water Company	350	Gila	Arroyo WC Storage & Pumping Improvements	The system has several infrastructure installments that are at or have exceeded useful life and need to be replaced. Additionally, the owner proposes to update the storage tank.	015 2020	\$205,240.00	70%
2	^{1,3} Kohl's Ranch Water Company	114	Gila	Meter Replacements and Installation	The existing meters are old and inaccurate. The company plans to replace the meters with "smart" meters and new ball valves and backflow device.	016 2020	\$137,500.00 / \$137,500.00	80%
3	Jakes Corner Water Co	45	Gila	Jake's Corner WC Storage & Pumping Improvements	System has several infrastructure installments that are at or beyond useful life and need to be replaced. This loan will address storage and pumping improvements.	014 2020	\$89,640.00	80%
4	¹ Tonto Village Water	185	Gila	System Improvements	Project will replace old service lines and meters.	003 2020	\$618,377.00	75%
5	Lyn-Lee Water Company	90	Pima	Water Storage	The system is in need of water storage and electrical updates to comply with ADEQ.	010 2020	\$40,000.00	85%
6	¹ Mayer Domestic Water Improvement District	1,400	Yavapai	Mayer DWID Improvement Projects	The system is aging and facing serious infrastructure deficiencies. This loan will address the following: relocate and upgrade water mainlines; install 4-5 new storage tanks; upgrade the booster stations; replace 700 meters; and construct an arsenic blending station.	005 2020	\$5,000,000.00	75%
7	¹ Tonto Village Domestic Water Improvement District	256	Gila	TVDWID Purchase of TVWC Water System	This loan is to secure funds to purchase the Tonto Village Water Company.	004 2020	\$410,200.00	75%

PPL Rank	Applicant	Population	County	Project Name	Description	Project Number	Amount Requested / Probable Green Amount	Subsidy
8	¹ Rim Trail DWID	250	Gila	Addition of third well and replacement of all water meters to AMR technology	Water meters were installed 70 years ago. The SWTP suffers from turbidity problems. As their main water supply, the DWID is struggling to meet demand. This project would purchase and outfit a third well and replace the meters.	006 2020	\$140,000.00	80%
9	^{1,4} White Mountain Apache Housing Authority	2,125	Navajo	Apache Pine Phase 1	The White Mountain Apache Tribe has an acute housing shortage for its tribal members and has a waitlist of approximately 1500 families. Funds will be used to connect the water system's existing nearby distribution mains to 28 new housing units for low-income families.	001 2020	\$616,030.00	80%
10	Appaloosa Water	500	Yavapai	Operational Equipment Upgrades	This project is to replace the existing well meters, purchase a stronger well pump, and clean and coat the storage tank.	007 2020	\$350,000.00	85%
11	² Michael's Ranch Water User's Association	52	Yavapai	Tank Rehab, Meter Replacements, Fire Hydrant Installment	Storage tank has interior corrosion and needs to be refurbished. 23 customer meters will be replaced and one fire hydrant will be added.	018 2020	\$76,724.00	85%
12	Queen Creek, Town of	83,000	Maricopa	Queen Creek Groundwater Extinguishment Credit Acquisition	Based upon current system demand and available water resources, Queen Creek has a current water resource deficit of approximately 5,300 AF. Queen Creek is requesting funding for the purchase of extinguishment credits which would enhance and diversify the town's water supply to help meet current and future demand.	012 2020	\$50,000,000.00	90%

Total:

\$57,683,711.00

Legend:

¹ Eligible for disadvantaged community designation

² New project on PPL

³ Eligible for Green Project Reserve

⁴ Board approved; subsidy locked in at time of board resolution

Arizona's Drinking Water Revolving Fund

2020 Funding Cycle - Fundable Range

October 2019

Fundable Range Rank	PPL Rank	Applicant	Population	County	Project Name	Project Number	Amount Requested	Subsidy
1	4	Tonto Village Water Company, Inc.	185	Gila	System Improvements	003 2020	\$618,377.00	75%
2	6	Mayer Domestic Water Improvement District	1,400	Yavapai	Mayer DWID Improvement Projects	005 2020	\$5,000,000.00	75%
3	7	Tonto Village Domestic Water Improvement District (TVDWID)	256	Gila	TVDWID Purchase of TVWC Water System	004 2020	\$410,200.00	75%
4	9	White Mountain Apache Housing Authority	2,125	Navajo	Apache Pine Phase 1	001 2020	\$616,030.00	80%
5	11	Michael's Ranch Water User's Association	52	Yavapai	Tank Rehab, Meter Replacements, Fire Hydrant Installment	018 2020	\$76,724.00	85%

Total:

\$6,721,331.00