

# Kansas Public Water Supply Loan Fund 2016 Intended Use Plan – Amendment No. 1



February 22, 2016

Prepared by:

Kansas Department of Health and Environment  
Division of Environment  
Bureau of Water  
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**TABLE OF CONTENTS**  
Appended Sections of the 2016 Intended Use Plan

I	Introduction .....	1
II	List of KPWSLF Projects.....	1
III	Criteria and Method for Distributing Funds.....	1
IV	Financial Status of the KPWSLF .....	1
V	Interest Rates and Additional Subsidy .....	1
VI	Equivalency Projects .....	1
VII	Short and Long Term Goals of the KPWSLF .....	2
VIII	Recycled Funds .....	2
IX	Description of Non-Project Activities to be Funded.....	2
X	Rates and Uses of Fees .....	2
XI	Cross Collateralization .....	2
XII	Cash Draw Ratio.....	2
XIII	Public Review.....	2

Appendices Appended by this Amendment

- A. Project Priority List
- D. Public Participation Summary
- F. State Match

## **I. INTRODUCTION**

Amendment 1 adds the following paragraph at the end of the Introduction Section:

The 2016 IUP is amended on February 22, 2016 to include additional projects on the Project Priority List.

The 2016 EPA capitalization grant for Kansas DW SRF has been allotted by EPA for an amount of \$9,473,000.

## **II. LIST OF KPWSLF PROJECTS**

Amendment 1 adds the following paragraph at the end of the List of KPWSLF Projects Section:

In November 2015, letters soliciting projects were sent to over 800 public water suppliers eligible to receive assistance from the Kansas Public Water Supply Loan Fund. These projects will be combined with the projects left over from the original 2016 Project Priority List (PPL) to create the amended 2016 Project Priority List. Twelve additional projects for \$20.4M were submitted for consideration of placement on the amended 2016 IUP and 4 projects were removed due to project abandonment (\$3.5M). All projects are listed in order of project ranking and projects with the same ranking are further sorted by increasing project amount. The amended 2016 PPL can be found in Appendix A.

## **III. CRITERIA AND METHODS FOR DISTRIBUTING FUNDS**

Amendment 1 does not change the Criteria and Methods for Distributing Funds Section.

## **IV. FINANCIAL STATUS OF THE KPWSLF**

Amendment 1 does not change the Financial Status of the KPWSLF Section.

## **V. INTEREST RATES AND ADDITIONAL SUBSIDY**

Amendment 1 will add the following sentence at the end of the first paragraph:

Additionally KDHE will allow projects that replace lead pipe to qualify for principal forgiveness.

## **VI. EQUIVALENCY PROJECTS**

Amendment 1 adds the following sentence at the end of the Equivalency Projects Section:

The \$20,980,952 loan to the Public Wholesale Water Supply District # 25 (KPWSLF 2894) will

likely be the equivalency project for the 2015 and 2016 capitalization grant.

**VII. SHORT AND LONG-TERM GOALS OF THE KPWSLF**

Amendment 1 does not change the Short and Long-Term Goals of the KPWSLF Section.

**VIII. RECYCLED FUNDS**

Amendment 1 does not change the Recycled Funds Section.

**IX. DESCRIPTION OF NON-PROJECT ACTIVITIES TO BE FUNDED**

Amendment 1 adds the following paragraph at the end of section D:

A new planning grant program will be developed under the Other Authorized Activities Set-Aside to provide assistance to small systems in studying the need for corrosion control.

**X. RATES AND USES OF FEES**

Amendment 1 does not change the Rates and Uses of Fees Section.

**XI. CROSS COLLATERALIZATION**

Amendment 1 does not change the Cross Collateralization Section.

**XII. CASH DRAW RATIO**

Amendment 1 adds the following paragraph at the end of the section:

On December 21, 2015, KDHE issued state match bonds that resulted in \$2,000,000 of bond proceeds that were deposited into the fund. On February 22, 2016, \$687,813.21 of state match was disbursed among 12 loans (see Appendix F for details). The entire state match requirement for the 2016 Capitalization Grant will be deposited and disbursed prior to submitting the application; therefore the grant will have a draw ratio of 100%.

**XIII. PUBLIC REVIEW**

Amendment 1 adds the following paragraph at the end of the Public Review Section:

A public hearing on Amendment 1 of the FY2016 Intended Use Plan and Priority Ranking System was held on February 22, 2016. A copy of the meeting notice was published in the Kansas Register. The hearing attendance list and a summary of the hearing are included in Appendix D.

## **Appendix A**

### **Project Priority List**

2016 Project Priority List

Amended February 22, 2016

Municipality Name	Project #	Priority Rating	Project Description	Loan Request \$	Accumulative Amount \$	Population Served	Potential PF \$
Englewood	2880	38	Construct New Wells to Resolve Nitrate Compliance	\$1,000,000	\$1,000,000	77	\$300,000
Hiawatha	2849	38	Water Supply/Treatment Improvements to Reduce Nitrate	\$6,700,000	\$7,700,000	5,086	\$2,010,000
<del>Brown Co. RWD #2/PWSD</del>	<del>2839</del>	<del>36</del>	<del>New Wells to meet Compliance with Nitrate MCL</del>	<del>\$2,882,938</del>	\$7,700,000	<del>4,111</del>	
Public Wholesale WSD # 27	2902	35	Create New PWS for Nitrate Compliance	\$4,360,410	\$12,060,410	\$1,200	\$1,308,123
Elk City	2912	33	Transmission Main to Connect to New Source	\$1,141,000	\$13,201,410	\$454	\$342,300
Oketo	2866	25	Replace Waterline and Interconnect with Washington RWD #1	\$417,000	\$13,618,410	65	
Kensington	2881	23	New Well, Disinfection Facility and Transmission Main	\$522,032	\$14,140,442	451	\$120,000
Ottawa Co. RWD #2	2911	15	New Waterline to Connect New Customers	\$125,000	\$14,265,442	1,927	\$37,500
Burrton	2870	15	Construct New Well and Transmission Main	\$300,000	\$14,565,442	900	
Bonner Springs	2798	15	Chlorine Contact Clearwell and Pumps, Morse Ave Loop	\$2,000,000	\$16,565,442	7,314	
Public Wholesale WSD # 25	2894	15	Create New Public Water Supply System	\$20,980,952	\$37,546,394	8,588	\$6,294,285.60
Chanute	2882	13	Waterline Loop along 21st St.	\$180,000	\$37,726,394	9,355	
Melvern	2910	13	Waterline Replacement	\$181,335	\$37,907,729	369	
Chanute	2883	13	Waterline Loop along 35th Rd.	\$225,000	\$38,132,729	9,355	
<del>Coldwater</del>	<del>2889</del>	<del>13</del>	<del>New Pumpstation Construction</del>	<del>\$261,000</del>	\$38,132,729	<del>854</del>	
<del>Coffeyville</del>	<del>2875</del>	<del>13</del>	<del>Replace Transmission Main</del>	<del>\$366,960</del>	\$38,132,729	<del>16,262</del>	
Galena	2886	13	Convert to AMR meters	\$500,000	\$38,632,729	2,994	
Moline	2892	13	Replace Waterlines and Meters	\$500,000	\$39,132,729	340	
Chanute	2884	13	New Inake and Pump Station at Santa Fe Lake	\$1,000,000	\$40,132,729	9,355	
Miltonvale	2901	13	Replace Waterlines and Meters	\$1,011,000	\$41,143,729	523	
Yates Center	2887	13	WTP Rehabilitation	\$1,500,000	\$42,643,729	3,942	
<del>Aurora</del>	<del>2900</del>	<del>11</del>	<del>Well House Improvements</del>	<del>\$80,000</del>	\$42,643,729	<del>59</del>	
Cowley Co. RWD #7	2913	11	Cowley Co. RWD # 7	\$75,000	\$42,643,729		
Edgerton	2903	11	Replace Meters with AMR system	\$300,000	\$42,943,729	1,703	
Belvue	2858	11	Connect to Pottawatomie Co. RWD #4	\$707,362	\$43,651,091	208	
Atchison	2890	11	Filter Rehabilitation	\$760,000	\$44,411,091	14,790	
Newton	2905	11	Tower Rehabilitation at Medical Center, High School, and Spencer	\$1,035,000	\$45,446,091	19,120	
Jetmore	2876	11	Replace Water Tower and Transmission Main	\$1,269,675	\$46,715,766	887	
Baldwin City	2896	11	Waterline Replacement	\$1,476,955	\$48,192,721	6,374	
Newton	2888	11	Water Storage Rehabilitation	\$1,985,000	\$50,177,721	19,177	
Liberal	2909	11	New Wells and Waterlines	\$2,000,000	\$52,177,721	24,098	
Newton	2908	11	New Tower for East Pressure Zone	\$2,300,000	\$54,477,721	19,120	
Ottawa	2877	11	Redundant Raw Waterline	\$2,900,000	\$57,377,721	15,493	
Ellis	2899	11	New Wells for Drought	\$4,000,000	\$61,377,721	2,090	
Newton	2906	11	Hillside Rd Waterline and replace 3.8MG Ground Storage Tank	\$4,050,000	\$65,427,721	19,120	
Newton	2907	11	Spencer Rd, Main Street, and 1st Street Waterlines	\$4,650,000	\$70,077,721	19,120	
Manhattan	2895	11	Water Treatment Plant Improvements	\$7,300,000	\$77,377,721	60,089	
Junction City	2893	11	Water Treatment Plant Improvements	\$13,236,000	\$90,613,721	27,321	
Bucklin	2904	10	Replace Meters	\$115,000	\$90,728,721	803	
Bonner Springs	2898	10	Waterline Replacement on Morse Ave	\$420,000	\$91,148,721	7,480	
Bonner Springs	2897	10	Waterline Replacement on 134th St	\$480,000	\$91,628,721	7,480	
Bonner Springs	2864	10	Waterline Replacement and Looping	\$1,300,000	\$92,928,721	7,419	
Butler Co. RWD #6	2815	10	Waterlines, Pumpstation, and Meter Improvements to Increase Pressures	\$2,100,000	\$95,028,721	3,428	
Butler Co. RWD #5	2891	10	Connect to New Source	\$5,500,000	\$100,528,721	6,227	

Total Potential Principal Forgiveness \$10,412,208.6

23% of funds on PPL for systems with population of less than 5,000 for entire list

63% of funds on PPL for systems with population of less than 10,000 for entire list

New Projects

## **Appendix D**

### **Public Participation Summary**

The proposed action consists of reissuance of an existing Kansas/NPDES Water Pollution Control permit for an existing facility. This is a surface water treatment plant which includes pre-oxidation of iron and manganese with potassium permanganate. The raw water (is) from Labette Creek or the Neosho River. This plant has a four cell lagoon system to treat the various treatment plant waste streams. Clarifier blowdown containing poly-aluminum sludge is normally discharged into the sanitary sewer but can be directed into the sludge lagoon (cell #1). The proposed permit contains limits for total suspended solids, total residual chlorine and pH.

Persons wishing to comment on the draft documents and/or permit applications must submit their comments in writing to the Kansas Department of Health and Environment if they wish to have the comments considered in the decision-making process. Comments should be submitted to the attention of the Livestock Waste Management Section for agricultural-related draft documents or applications, or to the Technical Services Section for all other permits, at the Kansas Department of Health and Environment, Division of Environment, Bureau of Water, 1000 S.W. Jackson St., Suite 420, Topeka, 66612-1367.

All comments regarding the draft documents or application notices received on or before February 20, 2016, will be considered in the formulation of the final determinations regarding this public notice. Please refer to the appropriate Kansas document number (KS-AG-16-011/017, KS-Q-16-002/005) and name of the applicant/permittee when preparing comments.

After review of any comments received during the public notice period, the secretary of health and environment will issue a determination regarding final agency action on each draft document/application. If response to any draft document/application indicates significant public interest, a public hearing may be held in conformance with K.A.R. 28-16-61 (28-46-21 for UIC).

All draft documents/applications and the supporting information including any comments received are on file and may be inspected at the offices of the Kansas Department of Health and Environment, Bureau of Water. These documents are available upon request at the copying cost assessed by KDHE. Application information and components of plans and specifications for all new and expanding swine facilities are available on the Internet at <http://www.kdheks.gov/feedlots>. Division of Environment offices are open from 8 a.m. to 5 p.m. Monday through Friday, excluding holidays.

Susan Mosier, M.D.  
Secretary of Health  
and Environment

Doc. No. 044244

#### State of Kansas

### Department of Health and Environment

#### Notice of Hearing

A public hearing will be conducted at 1 p.m. Monday February 22, 2016, in the Azure Conference Room, 4th floor, Curtis State office Building, 1000 S.W. Jackson St., Topeka, to discuss an amendment to the Kansas Public Water Supply Loan Fund (KPWSLF) 2016 Intended Use

Plan (IUP). The Amended Intended Use Plan will make additions to the Project Priority List and include estimates of the anticipated 2016 Capitalization Grant from the EPA. Copies of the IUP can be obtained online at <http://www.kdheks.gov/pws/loan/loanfund.htm>.

Any individual with a disability may request accommodation to participate in the public hearing. Requests for accommodation should be made at least five working days before the hearing by contacting Linda White at 785-296-5514.

Comments can be presented at the hearing or in writing prior to the hearing. Written comments should be addressed to Linda White, Bureau of Water, Kansas Department of Health and Environment, 1000 S.W. Jackson St., Suite 420, Topeka, 66612.

Susan Mosier, M.D.  
Secretary of Health  
and Environment

Doc. No. 044247

#### State of Kansas

### Kansas Development Finance Authority

#### Notice of Hearing

A public hearing will be held at 9 a.m. Thursday, February 4, 2016, in the Conference Room of the Kansas Development Finance Authority, 534 S. Kansas Ave., Suite 800, Topeka, on the proposal for the KDFA to issue one or more series of its revenue bonds on behalf of Young Men's Christian Association of Greater Kansas City, a Missouri nonprofit corporation in an amount not to exceed \$14,000,000.

The bonds will be issued, pursuant to K.S.A. 74-8901 et seq., for the following purposes: (1) to finance, refinance and reimburse costs of health and educational facilities and equipment at the corporation's locations listed below, and (2) to refund (a) Recreational Facilities Revenue Bonds (YMCA of Greater Kansas City Project), Series 2002A Bonds, issued by the Industrial Development Authority of Jackson County and (b) Recreational Facilities Revenue Bonds (YMCA of Greater Kansas City Project), Series 2002B Bonds, issued by the city of Olathe, Kansas.

Proceeds of the bonds will be used, and proceeds of the Series 2002A Bonds and Series 2002B Bonds were used, to finance or refinance health and educational facilities and related equipment owned and operated by the corporation at one or more of the following locations: (i) 21400 W. 153rd St., Olathe, KS; (ii) 900 N. 8th St., Kansas City, KS; (iii) 7340 State, Kansas City, KS; (iv) 1300 S.E. Adams Dairy Parkway, Blue Springs, MO; (v) 11300 Holmes, Kansas City, MO; (vi) 7101 East Longview Road, Kansas City, MO; (vii) 1051 Washington St., Kansas City, MO; (viii) 7000 Troost Ave., Kansas City, MO; and (ix) 3100 Broadway, Kansas City, MO.

The bonds, when issued, will be limited obligations of the KDFA, payable solely from revenues pledged by the corporation, and will not constitute a general obligation or indebtedness of the state of Kansas or any political subdivision thereof, nor will the bonds constitute an indebtedness for which the faith and credit and taxing

(continued)

FY2016 IUP Amendment No. 1  
Summary of Public Hearing  
February 22, 2016

FY2016 IUP Public Hearing  
Attendance List

<u>Name</u>	<u>From</u>
William Carr	KDHE

No one from the public attended the meeting.

## **Appendix F**

### **State Match**

