



# Florida Rural Water Association Project Loan Programs

---

Assisting in Financing Drinking  
Water and Wastewater Projects in  
Florida



# Interim Financing Program

---

- In 1999 we established an Interim lending program for USDA-RD loans.
- A couple years later we started doing Interim Loans for DWSRF projects to get construction started ASAP or to bridge segment caps.
- Still do many of these in Partnership with DEP-SRF and USDA-RD
- Just did \$67 million in Sept. 08 in Bond program and \$41 million through Bank program. More this year--maybe over \$100 million



# Interim Program

---

- With a SRF or USDA takeout letter we can place in MIG-1 bond pool or with banks in up to a 5 year loan. As funds become available from SRF or USDA they can be used to pay Interim Loan.
- Takeout letter worth at least a 1% interest reduction with current rates in 3.5% range.
- Program Brochure



# Long Term Loan Program

---

- 30 Year group Bond program
- Tax-Exempt or Taxable Bonds
- S&P AA- rating without insurance
- No cross liability
- Best rates by grouping projects but not required
- About a 5.5% all in rate currently and best program for projects over \$10 million



# Long Term Bank Program

---

- Bank loan for up to 20 years
- No-prepayment penalty
- Working with three banks in Florida
- Quick process---less than 2 months
- \$22,000 closing cost above rate.
- BQ (Bank Qualified) and Non-BQ rates—BQ for projects less than \$10 million is a good low rate.



# Long Term Bank Program- Rates

---

- These are rates without a SRF or USDA commitment to takeout loan.
- (As of Oct 10<sup>th</sup>, rates)
- BQ rates around 4.5%
- Non-BQ rate at around 5.70%



## Working to promote needed project financing and get best rates

---

- This is a service to the Florida Water Industry and partnership program with DEP-SRF programs, so FRWA doesn't take any fees out of this program to hold cost as low as possible for Drinking Water and Wastewater systems.



# Handouts and links

---

- Interim Loan Program Brochure
- Long Term Bond Program Brochure and application
- Long term Bank Program Brochure and application
  
- All can be found and downloaded from FRWA web site at [www.frwa.net](http://www.frwa.net)



# Questions

---

Thank you