



Public Works Board

Construction Loan Program

Check our [website](http://www.pwb.wa.gov) for current information at www.pwb.wa.gov

Find out what's happening on [Facebook](#) and [Twitter!](#)

Fast Facts:

- \$175 Million available July 1, 2015!
- Up to **\$7 Million** per jurisdiction per biennium.
- Interest rate for non-distressed communities: **2.55%**
- No local match required.
- No loan fee.
- Applications available online **March 17, 2014**.
- Application materials due **6PM, May 16, 2014**.
- Eligible applicants:
Cities, counties, special purpose districts, public utility districts, quasi-municipal governments.
- Eligible projects:
Repair, replace, and construction of infrastructure for domestic water, sanitary sewer, storm water, solid waste, road and bridge projects.

What's New:

- Rates are based on loan term selected and a percentage of the average daily tax-exempt municipal bond market rates:
30-60 days prior to application cycle
-OR-
30-60 days before contract execution
(whichever is less)
- Applicant must have adopted a Greenhouse Gas policy by *May 16, 2014*.
- Applicants planning under Growth Management Act (GMA) must be in conformance at time of contract execution – *July 2015 or later*
- For drinking water and sanitary sewer projects not on the 2014 unfunded PWTF list, applicants must first apply to the Depts. of Health or Ecology during their normal funding cycle. Only projects not selected for funding and/or were partially funded by these agencies will be eligible for the 2016 Construction Loan program.

Loan Terms:

Non-Distressed Community Rates:			
Regular Term		Interest Rate	
5 Years or less		1.28%	
5 to 20 Years		2.55%	
Distressed* Community Rates:			
		Rate Based Systems:	Non-Rate Based Systems:
Rate	Term	Affordability index is between the following**:	Debt service capacity ratio is between the following***:
1.70%	+5 years	1.51% to 2.5%	1.01% to 2%
1.28%	+10 years	2.51% or higher	1% or less

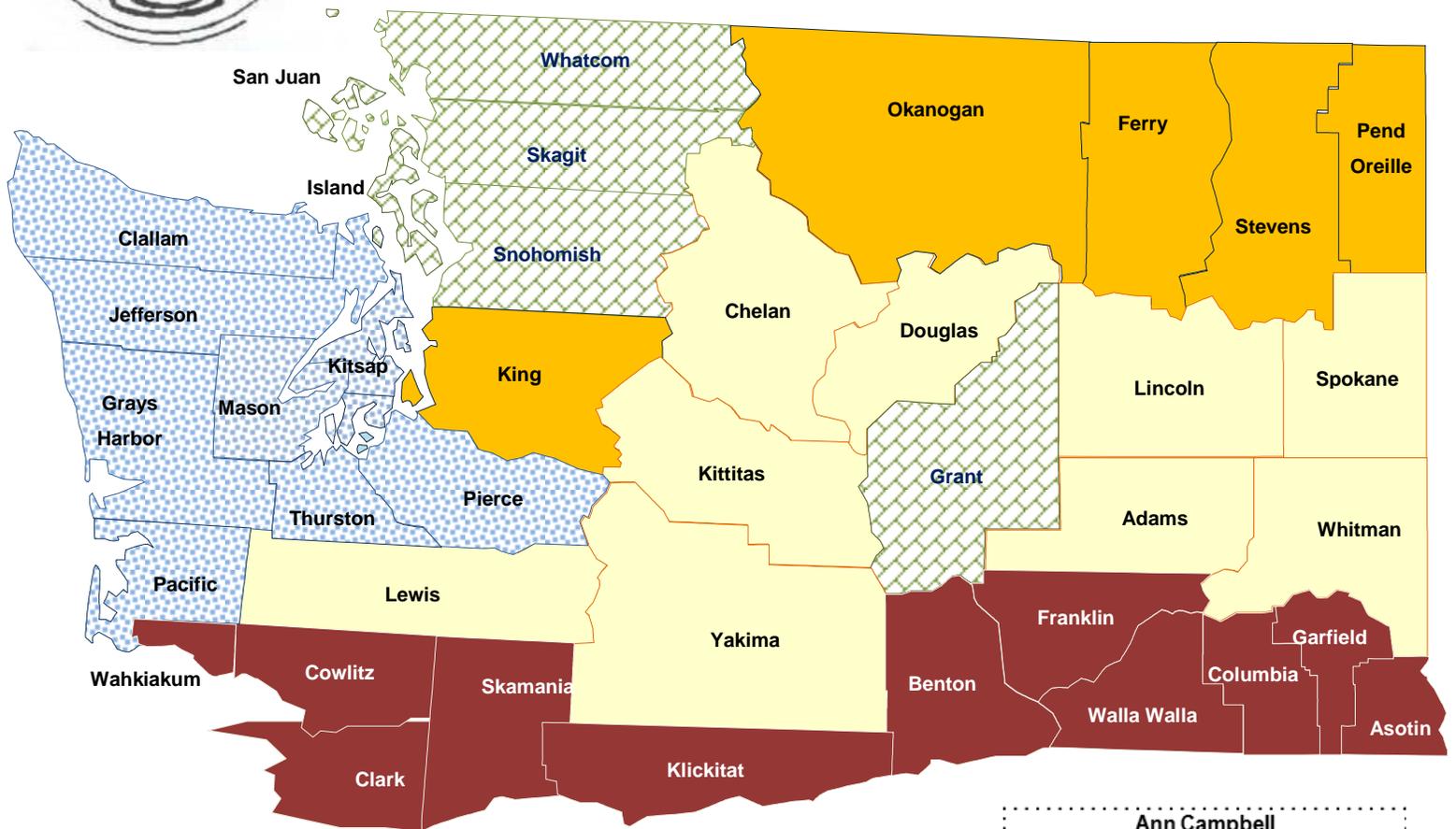
***Distressed** – is having an AI of greater than 1.5% or a DSCR of less than 2%

****AI (Affordability Index – Rate Based)** is the percentage of applicant's rate payer's median household income used to pay the monthly utility bill. $[(new\ utility\ rate \times 12) \div Median\ Household\ Income]$

*****DSCR (Debt service capacity ratio – Non-Rate Based)** is the applicant's amount of cash available to meet annual principal and interest payments on all *debt* $[Net\ operating\ income \div (principal + interest)]$



Washington State Department of Commerce
Public Works Board
Regional Service Coordinators



	Ann Campbell Policy & Pgm Development Specialist 360-725-3153 ann.campbell@commerce.wa.gov
	Bruce Lund, Manager 360-725-3163 bruce.lund@commerce.wa.gov
	Isaac Huang 360-725-3162 isaac.huang@commerce.wa.gov
	Lynn Kohn 360-725-3042 lynn.kohn@commerce.wa.gov
	Steve Dunk 360-725-3157 stephen.dunk@commerce.wa.gov
	Jacki Skaught 360-725-3161 jacki.skaught@commerce.wa.gov
	Chris Gagnon 360-725-3158 christina.gagnon@commerce.wa.gov

Interested in a Tech Team?

Tech Teams assist communities with framing their infrastructure issues clearly, exploring possible solutions, identifying key regulatory planning and financing programs, and answering as many questions as possible. Communities may request a tech team from funding program staff at any time. Staff can convene and facilitate the meetings and provide assistance on either a short- or long-term basis.