



**DATA SHEET**  
**Agenda Item No. 13.**

Meeting Date: May 3, 2018

**Agenda Item:**

Approve Resolution to authorize application to the Texas Water Development Board for financing from the SWIFT Program for the Regional Treated Water System Parallel Pipeline Project to the Stonehill Pump Station.

<b>Placement:</b> <input type="checkbox"/> Consent <input checked="" type="checkbox"/> Individual Consideration <input type="checkbox"/> Executive Session
<b>Vote:</b> <input checked="" type="checkbox"/> Non-Weighted <input type="checkbox"/> Weighted Capital
<b>Recommending Department:</b> <b>Operations &amp; Water Resources</b>

**Background:**

On December 7, 2017 the Board authorized Staff to initiate planning and make preparations for a parallel pipeline from the Taylor Water Treatment Plant to the Stonehill Pump Station, including applying to the Texas Water Development Board (TWDB) for financing from the State Water Implementation Fund for Texas (SWIFT) Program. The staff submitted an abridged (preliminary) application on January 22, 2018. The TWDB abridged application format required the District to develop and submit the current estimated overall project costs and potential funding assistance needed by specific type (discounted interest loans, Board (State) participation and deferred loans). The abridged application identified a multi-year need for funding of the project from discounted interest loans.

Upon receipt of the District's (and other) abridged applications, the TWDB did an extensive evaluation and ranking process to develop an applicant funding invitation listing. After getting an "invitation," Applicants for funding must submit their formal application within 30 days. During this evaluation period, District Staff along with its financial, legal and engineering advisors have worked diligently to support TWDB staff in their determination of the appropriate ranking of the District's abridged application. On April 5, TWDB staff notified the District that the proposed Parallel Pipeline Project had met all qualifications and was included in the "invitation" list being posted to the Agency's website. TWDB determined that the Parallel Pipeline Project is eligible for an initial funding of approximately \$42.185 million.

In anticipation, Staff has continued to gather the additional information needed to complete the formal application. After the formal application is accepted by the TWDB, District Staff and our technical advisors will assist in completion of the funding process - - leading to development of assistance commitments/agreements. Such final commitments will be brought back to the Board for consideration before the actual funding is secured from the TWDB.

**Financial:**

None at this time. The proposed resolution authorizes staff to file an application with the TWDB for financial assistance in an amount not to exceed \$42,185,000.

**Recommendation:**

Staff recommends that the attached Resolution to apply for discounted interest loans from the TWDB SWIFT Program be approved.

**Enclosures:**

Proposed Resolution.

Submitted By: \_\_\_\_\_

*Larry N. Patterson*

Date: April 26, 2018



# RESOLUTION

## RESOLUTION # 2018 - \_\_\_\_\_

**A RESOLUTION BY THE BOARD OF DIRECTORS OF THE UPPER TRINITY REGIONAL WATER DISTRICT REQUESTING FINANCIAL ASSISTANCE FROM THE TEXAS WATER DEVELOPMENT BOARD; AUTHORIZING THE FILING OF AN APPLICATION FOR ASSISTANCE; AND MAKING CERTAIN FINDINGS IN CONNECTION THEREWITH.**

**WHEREAS**, the Upper Trinity Regional Water District (the "District") provides regional water (and wastewater) services on a wholesale basis to some 28 cities, towns and utilities, serving customers in the Trinity River Basin, State of Texas; and

**WHEREAS**, the District is a regional entity, created by the Texas Legislature, to serve a rapidly growing region in the northern portion of the Dallas/Fort Worth Metroplex; and

**WHEREAS**, ensuring an adequate water supply is vital to the public health and continued economic well-being of the State; and

**WHEREAS**, the State of Texas has prepared regional and state water supply plans (the "Plan"), which Plan identifies future demands for water within the District's service area over the next 50 years; and

**WHEREAS**, one of the projects identified in the Plan for this region is the proposed Parallel Pipeline Project, to be constructed from the Taylor Water Treatment Plant to the Stonehill Pump Station; and

**WHEREAS**, the planning, design, land acquisition and construction for the proposed Parallel Pipeline Project will be ongoing and require additional funding; and

**WHEREAS**, on January 22, 2018, the District filed an abridged application with the Texas Water Development Board (TWDB) for financial assistance under the State Water Implementation Fund for Texas (SWIFT) program to support the Parallel Pipeline Project; and

**WHEREAS**, the TWDB has given notice that the District has met the qualifications to submit a complete application for such financial assistance for the Parallel Pipeline Project; and

**WHEREAS**, the TWDB has determined that the District has qualified for and is eligible to receive up to \$42,185,000 in financial assistance for the Parallel Pipeline Project in this current phase of the SWIFT program; and

**WHEREAS**, the Executive Director recommends that the Board of Directors authorize said application, in that it would be in the best interest of the District, its Members and Customers.

**NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF UPPER TRINITY REGIONAL WATER DISTRICT:**

**SECTION 1.** That an application is hereby approved and authorized to be filed with the Texas Water Development Board seeking financial assistance in an amount not to exceed \$ 42,185,000 to provide for the costs of Planning, Permitting, Design, Construction and continued Land Acquisition for the proposed Parallel Pipeline Project.

**SECTION 2.** That Larry N. Patterson, Executive Director, be and is hereby designated the authorized representative of the Upper Trinity Regional Water District for purposes of furnishing such information and executing such documents as may be required in connection with the preparation and filing of such application for financial assistance under the rules of the Texas Water Development Board.

**SECTION 3.** That the following firms and individuals are hereby authorized and directed to aid and assist in the preparation, submission and review of such application, and appear on behalf of and represent the District before any hearing held by the Texas Water Development Board on such application, to wit:

Project Manager:	Upper Trinity Regional Water District P.O. Box 305 Lewisville, TX 75067 972-219-1228	(Kurt Staller, P.E.) Senior Engineer
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Financial Advisor:	First Southwest Company 777 Main Street, Suite 1200 Fort Worth, Texas 76102 817-332-9710	(Nick Bulaich)
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Co-Bond Counsel:	Bracewell L.L.P. 1445 Ross Avenue Suite 3800 Dallas, Texas 75202-2711 214-758-1012	(Rob Collins)
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Co-Bond Counsel:	Boyle & Lowry L.L.P. 4201 Wingren, Suite 108 Irving, Texas 75062 972-650-7100  817-589-2226	(John F. Boyle, Jr.)
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Engineer:	TBD	
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**DULY PASSED AND APPROVED THIS 3<sup>rd</sup> DAY OF MAY 2018.**

Recommended: *Larry N. Patterson*  
Larry N. Patterson, Executive Director

Executed: \_\_\_\_\_  
Kevin Mercer, President

Confirm: \_\_\_\_\_  
Mike Fairfield, Secretary

Attest: Nancy T. Tam  
Assistant Board Secretary                      By: \_\_\_\_\_

(Seal)

