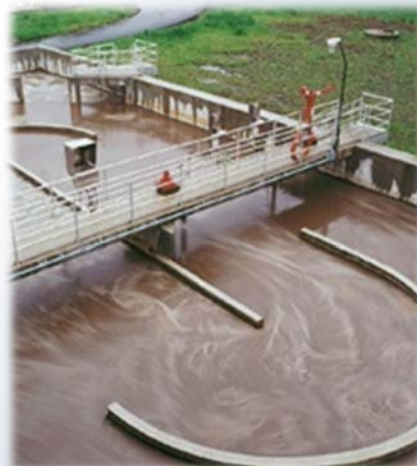




Community Programs

Silverton Wastewater



City of Garibaldi



Wallowa Memorial Hospital; Enterprise, OR

USDA is an equal opportunity provider, employer and lender.

Rural Development

Our Mission Statement

To Increase Economic Opportunity And
Improve The Quality Of Life For All Rural
Americans



Community Programs

USDA Rural Development, Oregon

Rural Development

RD is a Mission Area within USDA

RD includes:

Rural Housing Service

Rural Utility Service

Rural Business and Cooperative Service

~

Community Programs manages

**The Water and Environmental Program (WEP) of RUS and
the Community Facility Program (CF) of RHS**



Community Programs

USDA Rural Development, Oregon

Eligible Project - CF

Building Construction and Equipment Acquisition for:

Hospitals • Libraries • **Clinics** • Police Stations
Fire Stations • **Schools** • Child Care • **City Halls**
Civic Centers • EMT equipment • **Food Banks**
Fire Equipment & Vehicles • **Early Education**
Police Equipment & Vehicles • Shelters
& all other Essential Community Facilities



Community Programs

USDA Rural Development, Oregon

Eligible Entities

- Public Bodies
- Non-Profits
- Federally Recognized Indian Tribes and those on Federal and State Reservations



Community Programs

USDA Rural Development, Oregon

Eligible Entities

Non-Profits:

- Facilities must be for a public use.
- Facilities will serve a rural area.
- The applicant will have significant ties to the local community.



Community Programs

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Eligible Community Size

- Community Facilities
 - Unincorporated areas and incorporated areas with populations less than 20,000*

**Based on 2000 census, but effective 03/23/2013 - Population data will be based on 2010 census*



Community Programs

USDA Rural Development, Oregon

Eligibility Criteria

Other Credit:

- Available financial resources are evaluated and must be contributed to the project prior to RD's participation.
- The applicant must be unable to obtain financing, on reasonable terms, through commercial sources.



Community Programs

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Maximum Loan Term

- Municipalities, Non-profits, Tribes: 40 Years
- Terms are also limited by:
 - Statutory Limitation on Organization
 - Useful Life of the Facility

There are no prepayment penalties



Community Programs

USDA Rural Development, Oregon

CF Interest Rates

Quarter Ending December 31, 2012

- **Market Rate: 3.50%**

When the Median Household Income (MHI) of the service area or facility location is > the State Non-Metropolitan MHI (SNMHI) of \$41,230

- Intermediate Rate: INVERTED RATE – 3.50%
MHI between SNMHI and 80% of SNMHI
- Poverty Line Rate: INVERTED RATE – 3.50%
- Less than 80% of SNMHI and health or safety standards not being met will be corrected with project completion.

Applicants may choose the lower of the market rate at obligation or the rate applicable to them at the time of closing their loan



Community Programs

USDA Rural Development, Oregon

CF Grant Funds

- * **Limited availability and Rarely able to fund > \$50K**
- * **Sliding scale of eligibility based on income and community size. *15-75% of project based on MHI between from 90% of MHI***
- **We acknowledge time and effort involved and therefore we only recommend projects when grant funds are critical to the project success. (Not recommended for large construction projects)**
 - *Effective March 23, 2012, MHI data comes from 2006-2010 American Community Survey*



Community Programs

USDA Rural Development, Oregon

Security for Loan

- Public Borrowers:
 - General Obligation Bonds
 - Revenue Bonds
 - Pledge of Taxes or Assessments
- Non Profit Borrowers:
 - Promissory Note & DOT/Mortgage
 - Assignment of Revenues



Community Programs

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Environmental Policy

- Environmental Review in compliance with NEPA. Usually prepared by applicants consultant and approved by RD
- Requires Close coordination with RD staff
- May require consultation with federal and state agencies:
 - SHPO/THPO
 - US F&W
 - Others depending on resources and impacts
- May require public notification
- May require mitigation measures during construction



Community Programs

USDA Rural Development, Oregon

Additional Information and Services

- RD staff assists with application process and supervised construction.
- RD provides permanent funding , interim funding is usually necessary.
- RD requires the usage of standardized architect and engineering agreements and contract documents (AIA/EJCDC)
- Requires Preliminary Architectural Report
- Requires a feasibility report or study



Community Programs

USDA Rural Development, Oregon

When to Communicate with RD

- EARLY IS BEST - Contact your local RD Rep. We will meet with you to discuss your project and to:
 - To coordinate Engineering/Architecture, Environmental planning, etc.
 - Avoid delays and to provide guidance about our processes
 - Avoid missteps that might endanger funding



Community Programs

USDA Rural Development, Oregon

The Process

THE PRE-APPLICATION

DETERMINES APPLICANT AND PROJECT ELIGIBILITY AND REDUCES RISK OF UNNECESSARILY EXPENDING FUNDS FOR REPORTS REQUIRED IN THE FULL APPLICATION.

THE FULL APPLICATION

- PRELIMINARY ARCHITECTURAL REPORT
- ENVIRONMENTAL REPORT (ER)
- FEASIBILITY
- REPAYMENT AND SECURITY DISCUSSION



Community Programs

USDA Rural Development, Oregon

Pre-Application

- Application Form – SF 424
- Project Description with estimated costs
- Organizational documents
- Financials (5 years), existing debt instruments
- Miscellaneous forms.

The outcome is an eligibility determination within 45 days of receipt of the complete pre-application



Community Programs

USDA Rural Development, Oregon

The Application

- Application Form – SF 424
- Preliminary Architectural Report (PAR)
- The Environmental Report (ER)
- Feasibility Report/Analysis
- Other supporting information and forms as needed.



Community Programs

USDA Rural Development, Oregon

Fund Obligations – WEP and CF

| | 2008 | 2009 (w/ARRA) | 2010 (w/ARRA) | 2011 |
|-------------------------------|----------------------|---------------------|----------------------|---------------------|
| Water and Waste | \$19,188,844 | \$52,204,826 | \$43,685,090 | \$10,042,382 |
| Community Facility | \$4,842,210 | \$21,551,690 | \$2,090,000 | \$3,151,634 |
| Total | \$ 24,031,044 | \$73,756,516 | \$ 45,775,090 | \$13,194,016 |

COMMUNITY FACILITIES FUNDED IN OREGON

| | DIRECT AND GUARANTY \$ | PERCENTAGE | EAST | WEST |
|---------------------------------------|---------------------------|------------|---------|--------|
| HEALTH CARE RELATED ENTITIES | \$88.8M | 68% | \$71.0M | \$17.8 |
| NON- HEALTH CARE | \$41.0M | 32% | \$23M | \$17.0 |
| Total | \$ 129.8M | 100% | \$94.0M | \$35.8 |

Community Programs Contacts

| Field Representatives | Counties Served |
|---|---|
| Drew Davis Drew.davis@or.usda.gov (503) 414-3336 | Benton, Lane, Lincoln, Linn, Polk, Clackamas, Clatsop, Columbia, Hood River, Marion, Multnomah, Tillamook, Washington and Yamhill |
| LaDonn McElligott Ladonn.mcelligott@or.usda.gov (541) 278-8049 x 132 | Baker, Gilliam, Grant, Malheur, Morrow, Sherman, Union, Wallowa, Umatilla, Wasco and Wheeler |
| Pam Swires Pam.Swires@or.usda.gov (541)-923-4358 x 137 | Crook, Deschutes, Harney, Jefferson, Klamath and Lake |
| Deanna Quimby/Jennifer Bacigalupo Deanna.quimby@or.usda.gov Jennifer.bacigalupo@or.usda.gov (541) 673-0136 x 120 | Coos, Curry, Douglas, Jackson and Josephine |
| Sam Goldstein Community Programs Director Sam.goldstein@or.usda.gov (503)414-3362 | All |

Rural Development State Office

1201 NE Lloyd Blvd., Suite 801
Portland, OR 97232-1274

(503) 414-3360



Community Programs

USDA Rural Development, Oregon

QUESTIONS?

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