

RESOLUTION NO. 2351

A RESOLUTION OF THE MAYOR AND COMMON COUNCIL OF THE TOWN OF PAYSON, ARIZONA, APPROVING AND AUTHORIZING THE MAYOR TO EXECUTE AN APPLICATION TO THE ARIZONA DEPARTMENT OF TRANSPORTATION FOR HIGHWAY EXPANSION AND EXTENSION LOAN PROGRAM (HELP) FUNDS.

WHEREAS, the Town of Payson desires to complete the reconstruction of East Bonita Street between Highway 87 and Bentley Street; and

WHEREAS, partial funding for said project is available from the Central Arizona Association of Governments in fiscal years 2011 and 2012; and

WHEREAS, the Town of Payson desires to complete said project in 2008; and

WHEREAS, in order to fund the earlier completion of said project, the Town of Payson desires to seek a loan from the Arizona Department of Transportation for Highway Expansion and Extension Loan Program funds,

NOW, THEREFORE, THE MAYOR AND COMMON COUNCIL OF THE TOWN OF PAYSON, ARIZONA, DO HEREBY RESOLVE AS FOLLOWS:

Section 1. That the Highway Expansion and Extension Loan Program Application for Financial Assistance, a copy of which is attached hereto as Exhibit "A" and incorporated herein as though set forth in full at this point, be and is hereby approved in substantially the form attached.

Section 2. That F. Robert Edwards, Mayor of the Town of Payson, be and is hereby authorized to execute said Application for Financial Assistance in substantially the form attached as Exhibit "A".

Section 3. That the Town of Payson be and is hereby authorized to take and perform such other and further actions as are necessary or appropriate to carrying out the purposes provided for in this Resolution Number 2351, including the submitting of the aforesaid Application for Financial Assistance.

PASSED AND ADOPTED BY THE MAYOR AND COMMON COUNCIL OF THE TOWN OF PAYSON, ARIZONA, this ____ day of _____, 2007, by the following vote:

AYES _____ NOES _____ ABSTENTIONS _____ ABSENT _____

Prepared by Town of Payson Legal Department

SIS drs December 4, 2007 (2:35PM)

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Page 1

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G. b.

ATTEST:

Silvia Smith, Town Clerk

F. Robert Edwards, Mayor

APPROVED AS TO FORM:

Samuel I. Streichman, Town Attorney

HIGHWAY EXPANSION AND EXTENSION LOAN PROGRAM

Application for financial assistance

Section II. PROJECT INFORMATION (continued)

Current Project Status Comments:

The Town is in the process of retaining a civil engineering firm to provide the design services for this project.

Construction Timing: (provide the current project schedule and the accelerated schedule if additional funding is provided. Please provide the major milestones and dates here and attach a detailed version to the application, including a monthly drawdown schedule.)

The Central Arizona Association of Governments (CAAG) Transportation Improvement Program currently includes funding for this project in two increments. There is \$268,000 programed for fiscal year 2011 and \$500,000 programed for fiscal 2012. Without the assistance of a HELP Loan the Town will not construct this project until fiscal 2012.

With the assistance of a HELP Loan the plan is to design the project between January 2008 and May 2008, Bid the Project in May 2008, and construct the project between June 2008 and October 2008.

Describe, and to the extent possible, quantify the benefits of the project in terms of *economic impact*.
(20 points)

The existing roadway is very narrow and rough. Vehicle wear is exaggerated due to the rough surface. This project will eliminate that issue. Also, by constructing the project in 2008 the construction costs will be lower than in 2012.

HIGHWAY EXPANSION AND EXTENSION LOAN PROGRAM

Application for financial assistance

Section II. PROJECT INFORMATION (continued)

Describe, and to the extent possible, quantify the benefits of the project in terms of *mobility or air quality*.
(20 points)

The existing roadway is asphalt strip pavement approximately 20-22 feet wide with a drainage ditch on each side. There are no safe pedestrian or bicycle facilities in the area. This route is used by all the area elementary school children as a route to and from school. The addition of bike lanes and a sidewalk will greatly enhance the overall mobility of the area.

Describe, and to the extent possible, quantify the benefits of the project in terms of *safety*.
(20 points)

The existing roadway consists of one narrow traffic lane in each direction with no bicycle or pedestrian facilities. This project will provide a safe area for bicycleists along the pavement and a safe pedestrian path behind the curb. The reconstructed road will also include wider traffic lanes to enhance vehicular safety.

HIGHWAY EXPANSION AND EXTENSION LOAN PROGRAM

Application for financial assistance

Section III. FINANCIAL INFORMATION

Please indicate the type of financial assistance being requested:

Loan Credit Enhancement Other

Amount of Loan: \$1,200,000.00 **Term(years)** 5 Years

Please attach a comprehensive explanation to the application

Describe the financing request: (include project sponsors, financing commitments, and current status of funding. List the total sources of funds for the project, the amount to be financed through a HELP loan.)

This project is sponsored by the Town of Payson. The Town will budget funds each year of the 5 year period of the loan for repayment. Those funds will come from the Town's General Fund and HURF Exchange Funds.

This HELP Loan will finance 100% of the construction of this roadway project. The Town will pay for all design and right of way costs directly.

Source and Timing of Repayment: (describe in detail the revenue stream to repay the loan and provide the legal authority.)

The Town will use General Funds and HURF Exchange Funds to repay this loan. The first two years of the five year loan the principle and interest payment will be from the General Fund. The second and third year of the loan the principle payment will be from HURF Exchange Funds and the interest will be from the General Fund. The fifth year of the loan the principle and interest payment will be from the General Fund.

The CAAG TIP Program includes \$768,000 for this project over a two year period. The remaining funds will be budgeted by the Town from the General Fund.

HIGHWAY EXPANSION AND EXTENSION LOAN PROGRAM

Application for financial assistance

Section III. FINANCIAL INFORMATION (continued)

Dedicated revenue stream(s) for HELP repayment.

Please note: the table may be modified to reflect specific project payback requirements and submitted as a spreadsheet attachment tailored to specific applicant requirements (Possible 40 points)

Please describe the revenue source for repayment of the HELP loan:

General Funds HURF Revenues Excise [sales] Tax Private Contribution Other

Principal repayment source	FY Year 1 Principal	FY Year 2 Principal	FY Year 3 Principal	FY Year 4 Principal	FY Year 5 Principal
1. Town of Payson General Fund	\$144,000	\$144,000			\$144,000
2. HURF Exchange Funds			\$268,000	\$500,000	
3.					
Total principal repayment source	\$ 144,000	\$ 144,000	\$ 268,000	\$ 500,000	\$ 144,000
Interest repayment source	FY Year 1 Interest	FY Year 2 Interest	FY Year 3 Interest	FY Year 4 Interest	FY Year 5 Interest
1. Town of Payson General Fund	\$42,000	\$36,960	\$31,920	\$22,540	\$5,040
2.					
3.					
Total interest repayment source	\$ 42,000	\$ 36,960	\$ 31,920	\$ 22,540	\$ 5,040

Additional requirements checklist:

(Please provide with the application.)

Formal Recognition of Project Support (as applicable) _____

Most Recent Financial Statement _____

HIGHWAY EXPANSION AND EXTENSION LOAN PROGRAM

Application for financial assistance

SECTION IV. SUBMITTAL REQUIREMENTS

An original and three copies of the HELP Financial Assistance Application, and all applicable attachments, may be submitted to the following for initiation of the evaluation process:

Highway Expansion and Extension Loan Program
Arizona Department of Transportation
Financial Management Services
206 S 17th Avenue
Mail Drop 200B
Phoenix, Arizona 85007-3213

Attention:
Finance Administrator
(602) 712-7441
(602) 712-6672

Please note that applications may be submitted on a disk. Electronic versions of the application are available. Applications are public records under ARS 39-121.

The authorized person for the applicant must read, agree and sign the statement below for this to be considered an official application.

As the Applicant, or as an authorized representative of the Applicant, I hereby submit this Application for Financial Assistance and represent that the information and financial data contained herein are true and correct to the best of my knowledge. I understand that additional information may be requested and authorize the Arizona Department of Transportation to independently verify any information contained in this application. I also understand that the acceptance and consideration of this application does not constitute a commitment of funds by the State Transportation Board.

Signature

Typed or Printed Name

Signatory's Title

Date