



STATE OF IDAHO
DEPARTMENT OF
ENVIRONMENTAL QUALITY

1410 North Hilton • Boise, Idaho 83706 • (208) 373-0502
www.deq.idaho.gov

C.L. "Butch" Otter, Governor
John H. Tippetts, Director

September 19, 2018

Mr. Stephen May
Bayview Water and Sewer District
P.O. Box 637
Bayview, ID 83803

RE: Funding Terms for Loan with DEQ

Dear Mr. May,

Thanks for the call this morning. The principal forgiveness aspect is actually more favourable than what is reflected on our Priority List (on our website); the reason for this being that some entities are not going forward with funding this fiscal year and the principal forgiveness that they had allocated will be reallocated.

The terms of the agreement:

- Interest rate of 1.75% - simple interest (i.e. no compounding),
- Total interest over the repayment term of \$671,961,
- Repayment term of 30 years,
- Principal forgiveness of \$329,964,
- Loan amount of \$2,650,000 and a principal repayment obligation of \$2,320,036.

The only variable in this funding is the amount of principal forgiveness; however, the potential for variance would result in a marginal impact on borrowers.

Please contact me at (208) 373-0439 or at tim.wendland@deq.idaho.gov if you have follow-up questions.

Sincerely,

A handwritten signature in black ink, appearing to read "Tim Wendland".

Tim Wendland
DEQ Loan Manager

c: Charlie Parkins, DEQ State Office
MaryAnna Peavey, DEQ State Office
Katy Baker-Casile, DEQ Coeur d'Alene Regional Office