



**Kentucky Infrastructure Authority
Loan Programs
Fiscal Year Ended June 30, 2019 and FY 2020**

The Kentucky Infrastructure Authority (KIA) was created in 1988 to provide the mechanism for funding construction of local public works projects. KIA is continually growing and expanding its services. Through the various programs currently offered, KIA has become a major provider for local financing needs.

| | | | | |
|-------------------------|----------------|----------------|----------------------------|----------------------------|
| Program Designation | Fund A (CWSRF) | Fund F (DWSRF) | Fund B | Fund C |
| Description of Program | Clean Water | Drinking Water | Infrastructure | Governmental Agencies |
| Federal / State | Federal | Federal | State | State |
| Selection Basis | Priority List | Priority List | First Come First Served | First Come First Served |
| Types of Infrastructure | Wastewater | Drinking Water | Various ⁽¹⁾ | Various ⁽¹⁾ |

Fiscal 2019

| Terms ⁽⁵⁾ | Interest Rates | Income Based | Income Based | Income Based | Terms | Market Rate |
|----------------------|---|--------------|--------------|--------------|-------------|-------------|
| 20 to 30 years | Standard (> or = \$46,535) | 2.5% | 2.5% | 2.5% | 1-5 years | 2.00% |
| 20 to 30 years | Non-standard (\$37,229 - \$46,534) ⁽²⁾ | 1.5% | 1.5% | 1.5% | 6-10 years | 2.25% |
| 20 to 40 years | Disadvantage (< or = \$37,228) | 0.5% | 0.5% | 0.5% | 11-20 years | 2.75% |
| 20 years | Broadband Projects ⁽¹⁾ | N/A | N/A | 4.0% | 20 years | 4.00% |

Lending Capacity

| | | | | |
|--|--|--|-------------|-------------|
| Administration Fees (on principal) | 0.20% | 0.25% | 0.20% | 0.20% |
| Principal Forgiveness | depends on MHI/affordability index | | N/A | N/A |
| Annual Availability ^{(3),(4)} | \$75,000,000 | \$52,500,000 | \$5,300,000 | \$2,000,000 |
| Significant Federal Requirements | Davis Bacon Environmental Review American Iron and Steel Fiscal Sustainability Plan | Davis Bacon Environmental Review American Iron and Steel | | |

(1) Includes planning, design, and construction of solid waste projects; dams; storm water control treatment systems; gas or electric utility; broadband deployment project; or any other public utility or public service project. Broadband project interest rates are at the non-standard rate of 4%.

(2) Other reasons include regionalization, consent decrees, agreed orders, or other criteria relating to public health or financial considerations. Rate less than Kentucky MHI but greater than 80% of MHI.

(3) Fund B is substantially committed as of June 30, 2020.

(4) Fund C availability is net of debt service.

(5) Only the terms for Drinking Water State Revolving Program may be up to 30 years for all loans and up to 40 years for Disadvantaged Communities, depends on factors such as life expectancy of assets being funded and affordability.