



REQUEST FOR COMMISSION ACTION
CITY OF INDEPENDENCE
February 24, 2022

Department Finance

Director Approval Lacey Lies

AGENDA ITEM Consider fourth amendment to the Water Supply Loan Agreement with KDHE.

SUMMARY RECOMMENDATION City Staff recommends approving the amendment.

BACKGROUND The City entered into a Loan Agreement with KDHE on August 15, 2018 in the amount of \$ 3,107,770 for improvements to the Water Treatment Plant. This Amendment does not modify the loan amount. It only revises the amortization schedule to reflect a new repayment date of February 1, 2024. Amendments will continue until all loan proceeds have been drawn down or the project is completed.

SUGGESTED MOTION I move to authorize the Mayor to sign Amendment No. 4 to the Loan Agreement with KDHE.

SUPPORTING DOCUMENTS Amendment No. 4

FOURTH AMENDMENT TO THE
LOAN AGREEMENT

BETWEEN

THE KANSAS DEPARTMENT OF HEALTH AND ENVIRONMENT
ACTING ON BEHALF OF
THE STATE OF KANSAS

AND

INDEPENDENCE, KANSAS
KPWSLF PROJECT NO. 2933

ORIGINAL LOAN AGREEMENT
EFFECTIVE AS OF AUGUST 15, 2018

AMENDMENT NO. 4
EFFECTIVE AS OF JANUARY 7, 2022

Fourth Amendment to
the Loan Agreement between the
Kansas Department of Health and Environment
Acting on behalf of the State of Kansas
and Independence, Kansas
Effective as of January 7, 2022

WHEREAS, the City of Independence, Kansas (the Municipality) has entered into a Loan Agreement with the Kansas Department of Health and Environment, acting on behalf of the State of Kansas, effective as of August 15, 2018, (the "Loan Agreement"); and

WHEREAS, said Loan Agreement was entered into for the benefit of the City of Independence, KPWSLF Project No. 2933 ; and

WHEREAS, the City of Independence hereby determines that it is necessary to amend certain exhibits to the Loan Agreement, and

WHEREAS, this Fourth Amendment to the Loan Agreement is entered into and effective as of January 7, 2022;

SECTION 1. Exhibit B2 of the LOAN AGREEMENT BETWEEN THE KANSAS DEPARTMENT OF HEALTH AND ENVIRONMENT AND INDEPENDENCE, KANSAS are hereby amended to read as set forth on the pages attached hereto.

SECTION 2. Except as herein specifically set out, the Loan Agreement is confirmed and ratified.

IN WITNESS WHEREOF, KDHE and the City of Independence have caused this Fourth Amendment to the Loan Agreement for the Municipality to be executed, sealed and delivered, effective as of January 7, 2022.



The KANSAS DEPARTMENT OF HEALTH AND ENVIRONMENT, acting on behalf of THE STATE OF KANSAS

By: Janet Stanek
Janet Stanek
Acting Secretary

Date: 1-21-2022

By: _____

Printed Name
Mayor
City of Independence

(Seal)

ATTEST:

By: _____

Title: _____

Date: _____

KANSAS PUBLIC WATER SUPPLY LOAN FUND

Estimated Draws - Actual Interest Rate
Amortization of Loan Costs as of 1/7/2022

Project Principal: 3,107,770.00
Interest During Const.: 0.00
Service Fee During Const.: 0.00
Gross Loan Costs: 3,107,770.00

Prepared for:
City of Independence, Project No. 2933

<u>Gross Interest Rate Allocation</u>	thru 8/1/2027	after 8/1/2027	Gross Interest Rate:	2.33%
Service Fee Rate:	1.98%	0.35%	First Payment Date:	2/1/2024
Net Loan Interest Rate:	0.35%	1.98%	Number of Payments:	40

Payment Number	Payment Date	Beginning Balance	Interest Payment	Principal Payment	Service Fee	Total Payment	Ending Balance
1	2/1/2024	3,107,770.00	5,438.60	61,436.06	30,766.92	97,641.58	3,046,333.94
2	8/1/2024	3,046,333.94	5,331.08	62,151.79	30,158.71	97,641.58	2,984,182.15
3	2/1/2025	2,984,182.15	5,222.32	62,875.86	29,543.40	97,641.58	2,921,306.29
4	8/1/2025	2,921,306.29	5,112.29	63,608.36	28,920.93	97,641.58	2,857,697.93
5	2/1/2026	2,857,697.93	5,000.97	64,349.40	28,291.21	97,641.58	2,793,348.53
6	8/1/2026	2,793,348.53	4,888.36	65,099.07	27,654.15	97,641.58	2,728,249.46
7	2/1/2027	2,728,249.46	4,774.44	65,857.47	27,009.67	97,641.58	2,662,391.99
8	8/1/2027	2,662,391.99	4,659.19	66,624.71	26,357.68	97,641.58	2,595,767.28
9	2/1/2028	2,595,767.28	25,698.10	67,400.89	4,542.59	97,641.58	2,528,366.39
10	8/1/2028	2,528,366.39	25,030.83	68,186.11	4,424.64	97,641.58	2,460,180.28
11	2/1/2029	2,460,180.28	24,355.78	68,980.48	4,305.32	97,641.58	2,391,199.80
12	8/1/2029	2,391,199.80	23,672.88	69,784.10	4,184.60	97,641.58	2,321,415.70
13	2/1/2030	2,321,415.70	22,982.02	70,597.08	4,062.48	97,641.58	2,250,818.62
14	8/1/2030	2,250,818.62	22,283.10	71,419.55	3,938.93	97,641.58	2,179,399.07
15	2/1/2031	2,179,399.07	21,576.05	72,251.58	3,813.95	97,641.58	2,107,147.49
16	8/1/2031	2,107,147.49	20,860.76	73,093.31	3,687.51	97,641.58	2,034,054.18
17	2/1/2032	2,034,054.18	20,137.14	73,944.85	3,559.59	97,641.58	1,960,109.33
18	8/1/2032	1,960,109.33	19,405.08	74,806.31	3,430.19	97,641.58	1,885,303.02
19	2/1/2033	1,885,303.02	18,664.50	75,677.80	3,299.28	97,641.58	1,809,625.22
20	8/1/2033	1,809,625.22	17,915.29	76,559.45	3,166.84	97,641.58	1,733,065.77
21	2/1/2034	1,733,065.77	17,157.35	77,451.36	3,032.87	97,641.58	1,655,614.41
22	8/1/2034	1,655,614.41	16,390.58	78,353.67	2,897.33	97,641.58	1,577,260.74
23	2/1/2035	1,577,260.74	15,614.88	79,266.49	2,760.21	97,641.58	1,497,994.25
24	8/1/2035	1,497,994.25	14,830.14	80,189.95	2,621.49	97,641.58	1,417,804.30
25	2/1/2036	1,417,804.30	14,036.26	81,124.16	2,481.16	97,641.58	1,336,680.14
26	8/1/2036	1,336,680.14	13,233.13	82,069.26	2,339.19	97,641.58	1,254,610.88
27	2/1/2037	1,254,610.88	12,420.65	83,025.36	2,195.57	97,641.58	1,171,585.52
28	8/1/2037	1,171,585.52	11,598.70	83,992.61	2,050.27	97,641.58	1,087,592.91
29	2/1/2038	1,087,592.91	10,767.17	84,971.12	1,903.29	97,641.58	1,002,621.79
30	8/1/2038	1,002,621.79	9,925.96	85,961.03	1,754.59	97,641.58	916,660.76
31	2/1/2039	916,660.76	9,074.94	86,962.48	1,604.16	97,641.58	829,698.28
32	8/1/2039	829,698.28	8,214.01	87,975.60	1,451.97	97,641.58	741,722.68
33	2/1/2040	741,722.68	7,343.05	89,000.52	1,298.01	97,641.58	652,722.16
34	8/1/2040	652,722.16	6,461.95	90,037.37	1,142.26	97,641.58	562,684.79
35	2/1/2041	562,684.79	5,570.58	91,086.30	984.70	97,641.58	471,598.49
36	8/1/2041	471,598.49	4,668.83	92,147.45	825.30	97,641.58	379,451.04
37	2/1/2042	379,451.04	3,756.57	93,220.97	664.04	97,641.58	286,230.07
38	8/1/2042	286,230.07	2,833.68	94,307.00	500.90	97,641.58	191,923.07
39	2/1/2043	191,923.07	1,900.04	95,405.67	335.87	97,641.58	96,517.40
40	8/1/2043	96,517.40	955.52	96,517.40	168.66	97,641.58	0.00
		Totals	489,762.77	3,107,770.00	308,130.43	3,905,663.20	

Prepared by the Department of Administration

Fourth Amendment
Effective as of January 7, 2022