

(Shaded Area For Board Use Only)

Send Application and Exhibits To: INTERCAP Loan Program Montana Board of Investments P.O. Box 200126 Helena, Mt. 59620-0126 Phone (406) 444-0001 Fax (406) 449-6579	Board Loan #
	Type Local Government
	Date Received:
	By:
Application must be submitted by authorized local government representative	

Section 1. Applicant Information Summary

Applicant Name →	City of Billings, MT		
Mailing Address →	PO Box 1178 Billings, MT 59103		
Contact , Name and Title →	Patrick M Weber Financial Services Manager		
Telephone number →	406-657-8209	Fax Number →	406-247-8608 e-mail → weberp@ci.billings.mt.us
Federal Employer Identification Number →	81-6001237		

Section 2. Loan Type information

Check One	Type of Loan Applied For – Based on term or repayment type
<input type="checkbox"/>	1. Short Term Loan
<input type="checkbox"/>	2. General Fund Debt Loan (no obligation of full faith and credit of issuer)
<input type="checkbox"/>	3. Enterprise Debt Loan
<input type="checkbox"/>	4. General Obligation Loan (requires backing of full faith and credit of issuer)
<input type="checkbox"/>	5. Fire District and Fire Service Area Loan
<input checked="" type="checkbox"/>	6. Special or Rural Improvement District Loan

Section 3. Project Information

A. Project Description and costs (Please provide specific details, e.g., type of vehicles, equipment, improvements, construction, etc. If more than one project is contemplated, please describe separately.)	
1 st Project Description →	SID 1387 Zimmerman Trail Subdivision Sanitary Sewer Improvements Make necessary improvements to hook all properties within the subdivision up to public sanitary sewer
Total 1 st Project Cost	
\$167,000	
2 nd Project Description →	
Total 2 nd Project Cost	
\$	
B. Project Funding (Please enter all sources of funding for each project described).	
1 st Project Funding	
INTERCAP Portion of Loan →	\$80,500
Borrower Portion of loan , if any →	
Other Funding Sources (please specify) →	prepayments from property owners
Total 1 st Project Cost	
\$167,000	
2 nd Project Funding	
INTERCAP Portion of Loan →	\$
Borrower Portion of loan , if any →	\$
Other Funding Sources (please specify) →	\$
Total 2 nd Project Cost	
\$	
C. Requested INTERCAP Loan Amount →	\$80,500
D. Requested Loan Term (years) →	15 years
E. Desired INTERCAP Loan Funding Date →	

F. Environmental Impact of Project. Please describe the environmental impact of the proposed project and indicate whether any environmental review or permits are required for this project. If permits, review or approval is required, please indicate the type of approval required and the date on which approval is expected to be obtained.

Section 4. References

A. Project Attorney					
Name →	Mae Nan Ellingson	Legal Firm →	Dorsey & Whitney LLP		
Complete Address →	125 Bank Street Suite 600 Missoula MT 59802				
Telephone →	406-721-6025	Fax Number →	406-543-0863	e-mail →	Ellingson.Mae.Nan@dorsey.com
B. Consulting Engineer (if applicable)					
Name →	Cavin Nodding	Company →	Sanderson Stewart		
Complete Address →	1300 North Transtech Way Billings, MT 59102				
Telephone →	406-656-5255	Fax Number →	406-656-0967	e-mail →	www.enginc.com
C. Accounting Firm					
Name →		Firm →			
Complete Address →					
Telephone →		Fax Number		e-mail	

Section 5. Authorized Representatives/Disbursement of Funds

A. The individuals listed below are legally authorized to act on behalf of the Local Government with respect to the execution and delivery of all documents, certificates, or materials necessary to be provided to the Board of Investments in order to execute this loan agreement.					
Name →	Patrick M Weber	Title →	Financial Services Manager		
Complete Address →	210 N 27 th Street Billings MT 59101				
Name →		Title →			
Complete Address →					
Name →		Title →			
Complete Address →					
Name →		Title →			
Complete Address →					
B. Loan proceeds are ordinarily disbursed by wire transfer. Please provide the following information.					
Bank Name →	US Bank NA	Bank ABA Number →	092900383		
Applicant's Account Number →	1-500-9559-2021				

Section 6. Supplemental Financial Information

1. Unless applying for a short-term interim financing loan (7A), please refer to the APPLICATION CHECKLIST for most of the supplemental information needed to speed up the review process. Please include any additional information that would clarify or enhance the financial circumstances of the applicant or better describe the source of repayment of the loan.

Section 7. Short Term Loans

There are two types of loans available for short term financing: 7A.) Interim financing in anticipation of Rural Development, TSEP, CDBG, or other state or federal loan or grant; and 7B.) Temporary cash flow borrowing.	
<input type="checkbox"/> 7A. Interim Financing	Please describe anticipated funding and attach verification of loan or grant.

<input type="checkbox"/>	7B. Temporary Cash Flow	On next line, please describe cash flow needs.
If loan request is 7A, go directly to Section 10. If loan request is 7B, complete the remaining sections of the application including an identified source of funding (Section 9).		

Section 8. Property Value and Indebtedness

A. Property Value. Please use the most recent assessed value of taxable property under the applicant's jurisdiction beginning with the most recent year.

Fiscal Year →	2010	ASSESSED (Market) VALUE			
Real Property →	\$4,846,545,855	Personal Property →	\$289,007,798	Total Assessed Value →	\$5,135,553,650

B. Indebtedness Capacity

Statutory indebtedness limitation: 2.5 % X assessed value	\$120,260,100
Current outstanding indebtedness subject to limitations →	\$23,019,723
Available debt authority →	\$97,240,377

Section 9. Source of Repayment of Loan

Please complete only the appropriate section based on the source of repayment.

9A. General Fund (general operating fund of the applicant).

1. Please provide the general fund revenues for the current fiscal year and two preceding years. Please indicate if revenues are estimated.

	Fiscal Year	Revenue	Expense	Fund Balance
Current Year		\$	\$	\$
Prior Year		\$	\$	\$
Prior Year		\$	\$	\$

2. Is the applicant, levying taxes for its general fund up to the maximum permitted mill levy authorized by Title 15, Chapter 10, Part 4, Montana Code Annotated, as amended ("the Property Tax Limitation Act")?

Yes No

3. Is the applicant currently delinquent, in default, or in arrears on any bond, loan, lease or any other type of obligation or agreement, payable from any source?

Yes No

4. If the prior question is affirmative, please indicate the nature of the extent of such delinquency, default or arrears. Please indicate what action the applicant is taking to correct such delinquency, default or arrearage.

5. Has an amount necessary to pay the first installment on the loan been included in the budget for the current fiscal year?

Yes No

6. If no funds are currently budgeted, will a budget amendment include this financing?

Yes No

9B. Enterprise Fund or Revenue Financing.

1. Please provide the projected rates and charges to support the loan repayment.

Name of Enterprise →		Billing Frequency →	
Rates/charges Residential →	\$	Number Residential Users →	
Rates/charges Commercial →	\$	Number Commercial Users →	

2. List the outstanding debt of the enterprise fund from which the loan is to be repaid (include bonds, lease purchase agreements or installment purchase contracts). Please attach a copy of the resolution authorizing the outstanding debt.

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Purpose of Debt	Beginning date of debt	Final Year of Maturity	Debt Amount Outstanding	Maximum Debt Service (excluding INTERCAP Loan)	Debt Payment Dates
			\$	\$	
			\$	\$	

3. Please show revenues and Operations & maintenance expenses **excluding debt service or depreciation expense** for the last four fiscal years beginning with the current fiscal year.

Fiscal Year	#1: Revenues	#2: Operation & Maintenance Expense	#3: Revenues less Operations & Maintenance Expense (#1 - #2)	#4: Debt Service Expense	#5: Ratio of Net Revenues (#3 / #4)
Current FY	\$	\$	\$	\$	\$
Prior FY	\$	\$	\$	\$	\$
Prior FY	\$	\$	\$	\$	\$
Prior FY	\$	\$	\$	\$	\$

4. Please show estimated budget for next two years. **Projected expenses are for operations & maintenance (do not include debt service or depreciation expenses)** Include INTERCAP loan debt service in projected debt service expense. You may use the 4.91% average variable interest rate since inception of the program in 1987 to estimate the INTERCAP debt service.

Fiscal Year	Projected Revenues	Projected Expense	Projected Debt Service Expense
	\$	\$	\$
	\$	\$	\$

5. If the budget data shown in #4 above reflects an increase in the enterprise rate or charges please show increases

Fiscal Year	No. Residential Users	Projected Rate	No. Commercial Users	Projected Rate
		\$		\$
		\$		\$

9C. General Obligation Loan

1. If the loan is to be a general obligation of the applicant, payable from an ad valorem property tax levied on all property within its jurisdiction without limitation as to rate or amount, please complete the following.

Date Voters Authorized Debt →		Amount of Debt Authorized →	\$
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2. Purpose of Borrowing as indicated on Ballot:

3. Term over which loan is to be repaid (5 year limit for school building reserve loans) →

4. Please provide the following information regarding the total revenue and expenditures

Fiscal Year	Anticipated Revenue over next three years	Anticipated Expenditures over next three years	Fiscal Year	Annual Revenues for last three years	Annual expenditures for last three years
	\$	\$		\$	\$
	\$	\$		\$	\$
	\$	\$		\$	\$

5. If the new revenue source is also pledged for other projects or purposes, please specify.

6. If the source of new revenue were lost, could general fund repay the loan?	Yes <input type="checkbox"/>	No <input type="checkbox"/>
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9D. Fire District and Fire Service Area Loans

1. Please provide the following information regarding applicant's general fund.				Fire District
Fiscal Year	Revenues	Expenses	Fund Balance	# Authorized Mills
	\$	\$	\$	
	\$	\$	\$	
	\$	\$	\$	
2. For Fire Service Area: Fee per structure →		\$	# Structures in area →	
3. Is applicant levying taxes up to the maximum mill levy authorized by Title 15, Chapter 10, Part 4, Montana Code Annotated, as amended (the "Property Tax Limitation Act")?			Yes <input type="checkbox"/>	No <input type="checkbox"/>

List the outstanding debt of the fund from which the loan is to be repaid (include bonds, lease purchase agreements or installment purchase contracts):

Purpose of Debt	Beginning Date of Debt	Final Year of Maturity	Debt Amount Outstanding	Maximum Debt Service (excluding INTERCAP loan)	Debt Payment Dates
			\$	\$	
			\$	\$	
			\$	\$	

4. On the next line, please indicate if the applicant is currently delinquent, in default, or in arrears on any bond, loan, lease or any other type of obligation or agreement, and the nature and extent of such delinquency, default or arrears. Also please indicate what action the applicant is taking to correct such delinquency, default or arrears.

5. Has an amount necessary to pay the first installment of the project to be financed from the loan been included in the budget for the current fiscal year?

Yes No

6. If no funds are currently budgeted, will a budget amendment include this financing?

Yes No

9E. Special or Rural Improvement District Loan

1. Has the District been created? Yes No

2. If the district has been created, please enclose with the application the transcript of proceedings creating the district. (A list of items constituting the transcript includes: Resolution of Intent to Create, Resolution to Create, Resolution Creating Revolving Fund).

3. Approximate size of District in acres → 7.62 4. Number of Parcels assessed in District → 10

5. Method of Assessment → Assessable Area Area Ad Valorem Unit Cost Assessment

6. Taxable Valuation of the District → \$75,663

7. Estimated average annual per property assessment needed to repay loan (5.25% interest rate) → \$1700

8. Allocation of property within District (based on method of assessment):

Category	Developed	Undeveloped	
Commercial	%	%	
Industrial	%	%	
Single-Family Residential	90%	10%	
Multi-Family residential	%	%	

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Agricultural	%	%	
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9. On the line below, please describe the location of the district within the boundaries of the applicant.
 Zimmerman Trail Subdivision Block 1 Lots 1-9 and 11A

10. If there are currently any bonds, notes, or warrants payable from special assessments please complete:

No. of SID/RID's Outstanding	Total Original Amount	Total Principal Amount Outstanding	Term Remaining	Amount of Delinquent Assessments if Any
33 bond issues	\$36,058,000	\$17,556,000	Varies 1 yr-15 years	\$0

11. If any SID/RID's have a delinquency of assessments greater than 5% , please provide the following information

District No.	Original Amount Assessed	Total Principal Amount Outstanding	Original Term of Debt	Amount of Delinquent Assessment	Percent of Delinquent Assessment
	\$	\$		\$	%
	\$	\$		\$	%

12. Do any of the above districts overlap with the district boundaries from which the loan is payable? Yes No

13. What is the current balance in the Revolving Fund securing those bonds or notes → \$4,545,973

9F. Other Repayment Sources

1. If the loan is to be repaid from sources other than those listed above, please provided the following information (if more than one request is to be repaid from such sources, please make additional pages as needed).

Please indicate the source of the other revenue:


Fiscal Year	Anticipated Revenue over next three years	Anticipated Expenditures over next three years	Fiscal Year	Annual Revenues for last three years	Annual Expenditures for last Three Years
	\$	\$		\$	\$
	\$	\$		\$	\$
	\$	\$		\$	\$

2. If the source(s) of revenue is pledged for other projects please indicate the amount pledged → \$

3. If the source of revenue were lost, could the applicant repay loan from general fund? Yes No

Section 10. Endorsement

I hereby certify as preparer of this application on behalf of the applicant that all of the information contained herein is true, accurate and complete as of the date hereof

Dated this 2nd Day of September 2009
 By  Title: Financial Services Manager

Please print or type name Patrick M Weber