

**CALIFORNIA INFRASTRUCTURE AND ECONOMIC DEVELOPMENT BANK (I-Bank)  
INFRASTRUCTURE STATE REVOLVING FUND (ISRF) PROGRAM**

**MODIFICATION STAFF REPORT  
DISBURSEMENT PERIOD EXTENSION**

Modification #	Amendment #	Borrower Name	Application Number
3	2	City of Paramount (City)	IB-08-0249
		Project Name	Loan Number
		Water Well #15 Construction Project (Project)	BC08-095

**Original Project Description**

Design and construction of a new water well and related pumps, motors, valves, controls, and communications equipment; the construction of a secondary well head treatment system; and the construction of a storm drain and sewer connections.

Original Loan Amount	Effective Date of Agreement	Original Disbursement Expiration Date
\$ 5,500,000	May 3, 2010	December 31, 2011

**PRIOR MODIFICATIONS**

Modification #	Amendment #	Description of Modification
1	n/a	The Sources and Uses table was modified to delete the duplicate reference under Project Uses to the rate study and correcting the City's equity contribution and the Project total.
Revised Loan Amount	Effective Date of Amendment	Revised Disbursement Expiration Date
N/A	N/A	N/A

Modification #	Amendment #	Description of Modification
2	1	The Project Description was modified to add a new component (New Component) since construction costs of the original Project came in under budget. The New Component consists of the design, purchase, installation and replacement of all 4-inch water mains with 8-inch diameter water mains. The disbursement deadline was also extended from December 31, 2011 to March 31, 2013.
Revised Loan Amount	Effective Date of Amendment	Revised Disbursement Expiration Date
N/A	February 8, 2012	March 31, 2013

**CURRENT MODIFICATION REQUEST**

**Description of and Reason for Disbursement Period Extension Request**

The City requests an extension to the disbursement deadline due the design phase taking longer than expected (Attachment 1).

Current Status of Project	Balance Undisbursed Loan Proceeds
The Project (Water Well #15) has been completed. The New Component was delayed but is now ready to go out to bid.	\$1,642,513.47 (Attachment 2)

**Revised Project Timeline**

The City provided a revised construction timeline for the New Component that reflects construction is expected to be completed late in October 2013. Staff requests an extension to the disbursement deadline to January 31, 2014, to allow the City time to submit its final invoices and documentation.

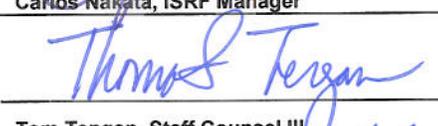
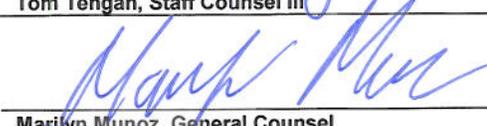
Proposed Amendment Effective Date, if applicable	Proposed Disbursement Expiration Date (set at approximately 90 days past Project completion)
N/A	January 31, 2014

**COMPLIANCE WITH AGREEMENT COVENANTS**

Date of Last Annual Surveillance	Date of Receipt of Compliance Data Since Last Review
2010-2011	Next due January 31, 2013
In Compliance?	In Compliance with Reporting Requirements?
<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Explain:	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Explain:
Paid as Agreed?	Other/Special Conditions?
<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Explain:	<input type="checkbox"/> Yes Explain: <input checked="" type="checkbox"/> No



REVIEW AND APPROVALS

Reviewed by:	 Diane Cummings, ISRF Unit Support Manager	1/7/13 Date
Reviewed by:	 Carlos Nakata, ISRF Manager	1/31/13 Date
Reviewed by:	 Tom Tengan, Staff Counsel III	1/31/13 Date
Reviewed by:	 Marilyn Munoz, General Counsel <input checked="" type="checkbox"/> The above modification request falls within the authority delegated to the Executive Director. I-Bank Board consideration and approval is not required. <input type="checkbox"/> The modification request does not fall within the delegated authority of the I-Bank Executive Director, and Board consideration of the request is required.	2/4/13 Date
Approved by:	 Roma Cristia-Plant, I-Bank Assistant Executive Director as Assignee of the Executive Director	2/5/13 Date

Attachments:

1. Disbursement Extension Request and Revised Construction Timeline
2. Request for Loan Disbursement Spreadsheet

ATTACHMENT 1



PEGGY LEMONS  
Mayor

GENE DANIELS  
Vice Mayor

TOM HANSEN  
Councilmember

DARYL HOFMEYER  
Councilmember

DIANE J. MARTINEZ  
Councilmember

January 14, 2013

I-BANK

Attn: John P. Lee, Municipal Finance Officer  
980 9th Street, 9th Floor  
Sacramento, CA 95814

RE: Revised Project Schedule-City of Paramount Small Main Project

Dear Mr. Lee:

This letter is to serve as follow-up to the phone conversation that you had with Mike Carrillo of the City of Paramount Finance Department.

As Mr. Carrillo indicated to you, the Small Main Project, to be financed by the I-Bank, has had a revision to the schedule previously provided to the I-Bank by the City. The new schedule is provided below:

Project out to bid:	January-February, 2013
Bids Opened:	February 14, 2013
Project Award:	March 5, 2013
Pre-Construction Period:	March-April, 2013
Project Start	early April, 2013
Project Completion	late October, 2013

Should you have any questions, please feel free to contact Mr. Carrillo at (562) 220-2155 or myself at (562) 220-2100.

CITY OF PARAMOUNT

Christopher S. Cash  
Director of Public Works

Cc: Karina Lam-Liu, Finance Director  
Mike Carrillo, Management Analyst-Finance

From: [Mike Carrillo](#)  
To: [Lee, John](#)  
Cc: [Karina Lam](#)  
Subject: Paramount Loan  
Date: Thursday, January 10, 2013 10:21:01 AM

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Good morning John,

The original project (Water Well #15) has been completed.

However, as you know we previously filed for an extension so we could use the remaining loan funds for a second project.

That project was delayed and is currently ready to go out to bid, but will in no way be completed in time to meet the final draw down date of 03/31/13.

Can we request a second extension?

Thanks,

Mike

Mike Carrillo  
Administrative Analyst  
City of Paramount  
562-220-2155

ATTACHMENT 2

California Infrastructure and Economic Development Bank				
Request for Loan Disbursement				
			Form 3	
Borrower:	City of Paramount		Date:	09/05/12
Agreement #:	CIEDB-BC08-095			
	Attn: Publics Works Director		<i>State Use Only:</i>	
	16400 Colorado Avenue		ACTION	DATE
	Paramount, CA 90723		From Borrower:	
Disbursement Period Ends:	March 31, 2013		To Accounting:	
Payment Request: [12]			To Borrower:	
Items	Approved Loan Amount	Total Amount Previously Disbursed	Amount This Request	Balance
Construction & Contingency Engineering/Architectural/Design/Construction Management/Permits/Water Rate Study	\$4,476,390.00	\$2,619,866.04	\$445,508.57	\$1,411,015.39
Origination Fee	\$976,860.00	\$640,331.12	\$105,030.80	\$231,498.08
	\$46,750.00	\$46,750.00	\$0.00	\$0.00
Total	\$5,500,000.00	\$3,306,947.16	\$550,539.37	\$1,642,513.47
Authorized Representative				
<b>Authorization for Payment</b>				
<i>State Use Only</i>				
<p>To my satisfaction, the <b>City of Paramount</b> has incurred project costs that are both reasonable and necessary and are consistent with the cost categories, amounts, and requirements described in Agreement No. <b>CIEDB-BC08-095</b>. All required certifications and documentation to support this disbursement request are maintained in the disbursement files. If applicable, appropriate retention for construction has been withheld.</p>				
John Lee, Municipal Finance Analyst (Prepared By)			Diane Cummings, ISRF Support Unit Manager	