Tailor Funding Sources to Your Project

Wednesday, January 22, 2020
Debt

Pay Go
Debt vs. Pay Go

Cost to finance:

- Interest

- Inflation
Definition 1: Rate Payers / Users
- Local Rates & Charges
  - Pay Go
  - Debt Service
- State Taxes
  - Grant & Loan Programs
  - Debt Service
- Federal Taxes
  - Grant & Loan Programs

Definition 2: External
- Government
- Market
- Other
# Most Common Sources

## Government
- IBank: Infrastructure & Economic Development Bank
- RD: Rural Development
- SWRCB: State Water Resources Control Board
- WIFIA: Water Infrastructure Finance & Innovation Act

## Market
- Place: Placement
- Public: Public Offering

## Other
- Co-Bank
- SDA: Special District Association
- Various
Tailor Funding to Your Project

- **Multiple Reasons**

- **5 Key Factors Guide Funding Decision**
  - Reason for Project
  - Timing/Need for Cash
  - Primary Inputs
  - Schedule
  - Repayment
Reason for Project

Compliance

Growth

Water Boards

WIFIA

✅

✅

✅

✅

✅

✅

✅

✅

✅

✅

✅
Timing/Need for Cash

Right Now!

2 Years

[Images and symbols related to water boards and WIFIA]
<table>
<thead>
<tr>
<th>Primary Input</th>
<th>Technology</th>
<th>Labor</th>
</tr>
</thead>
<tbody>
<tr>
<td><img src="image1.png" alt="Water Boards" /></td>
<td><img src="image2.png" alt="Technology" /></td>
<td><img src="image3.png" alt="Labor" /></td>
</tr>
<tr>
<td><img src="image4.png" alt="WIFIA" /></td>
<td><img src="image2.png" alt="Technology" /></td>
<td><img src="image3.png" alt="Labor" /></td>
</tr>
</tbody>
</table>

The diagram shows the relationships between primary input, technology, and labor.
Schedule

Under 1 Year

5 Years
Repayment

Level Debt Service  Backload

Water Boards

WIFIA