



5.14.2024



Authority Infrastructure Bank Loan Requests

AIB Background

- Utah Code 11-58-106 and 63A-3-4
- \$65 million appropriated
- \$10 million in loans outstanding
- \$57 million available, \$22.3 million requested
- “Infrastructure project” includes an inland port, intermodal facilities, sewer, electricity, roads, and water systems.
- “An infrastructure loan shall bear interest at a rate not to exceed .5% above bond market interest rates available to the state.”
- Loans are administered and serviced by the Division of Finance.
- “The loan committee may recommend for board approval an infrastructure loan from the inland port fund to a borrower for an infrastructure project undertaken by the borrower.”
- “The division may not loan money in an infrastructure fund without the approval of the respective loan approval body the Executive Appropriations Committee of the Legislature”



Savage Transload Network



Tooele County Transload Expansion

- Loan Terms: \$2.4 million loan, 10 years, 3.04%
- Use of funds: Tooele Railport expansion including one rail-to-truck or truck-to-rail transload track, which will double existing transload capacity, one conveyor, three transload racks
- Repayment source: Company funds, including new revenue from the facility
- Company in business since 1946



Savage Transload Network



Iron County Transload

- Loan Terms: \$5 million loan, 10 years, 3.04%
- Use of funds: 4 rail-to-truck or truck-to-rail transload tracks with approximately 100 railcar spots, a switching lead track which will allow the Railport to sort cars delivered by Union Pacific, and 15 acres of improved property, including 2 acres of dimensional product laydown area
- Repayment source: Company funds, including new revenue from the facility
- Collateral: Differential from project area



Spanish Fork City



Project Area Infrastructure

- Loan terms: \$10 million, maximum one year, 3.47%
- Use of funds: \$3 million for regional sewer lift station, \$2 million for easements and materials for 138 KV power line, \$4 million for land right of way acquisition for roads
- Repayment source: \$50 - 70M bond on tax differential to Public Infrastructure District sponsored by UIPA
- Collateral: Differential from project area



Zenith Bolinder



Project Area Infrastructure

- Loan terms: \$4.875 million, one year, 3.47%
- Use of funds: installation of a water system, tank, pump station, well/water system, wastewater treatment system, roads, and power plant.
- Repayment Source: \$30 M bond on tax differential and mill levy to Public Infrastructure District sponsored by UIPA.
- Collateral: 242 acres of land comprising the project area, differential from project area





Proposed Loans

\$7.4 million to Savage Transload Network with terms of the loan being 10 years at 3.04 percent interest rate, payable in 10 annual payments.

\$10 million to Spanish Fork City with terms of the loan being one year at 3.47 percent interest rate, payable in one year.

\$4.875 million to Zenith Bolinder with terms of the loan being one year at 3.47 percent interest rate, payable in one year.