

Presented by: The Manager
Introduced: 06/25/2007
Drafted by: J.W. Hartle

RESOLUTION OF THE CITY AND BOROUGH OF JUNEAU, ALASKA

Serial No. 2412

A Resolution Authorizing the Manager to Apply For, and Enter Into, Loan Agreements with the Alaska Department of Environmental Conservation, Alaska Clean Water Fund/State Revolving Fund, for Three Wastewater Utility Projects.

WHEREAS, the North Douglas Sewer Extension Project is being funded through a local special sales tax, State of Alaska, Department of Environmental Conservation (ADEC) grants, and Local Improvement District (LID) participation; and

WHEREAS, the City and Borough has submitted a loan questionnaire to the ADEC for the purpose of financing the LIDs for all sewer extension phases between the Juneau-Douglas Bridge and the existing collection system near Falls Creek; and

WHEREAS, the ADEC loan will finance a portion of the project costs and will be paid back with annual LID revenues collected by the CBJ from the property owners; and

WHEREAS, the West Mendenhall Valley Sewer Expansion Project is being funded through a local special sales tax and LID participation; and

WHEREAS, the City and Borough has submitted a loan questionnaire to ADEC for the purpose of financing the LID for the West Mendenhall Valley Sewer Expansion Project; and

WHEREAS, the ADEC loan will finance a portion of the project costs and will be paid back with annual LID revenues collected by the CBJ from the property owners; and

WHEREAS, the Juneau-Douglas Wastewater Treatment Plant Jet Truck and Septage Receiving Facility Improvement Project is being funded with Wastewater Utility customer revenues; and

WHEREAS, the City and Borough has submitted a loan questionnaire to ADEC for the purpose of financing improvements to the process currently used by the Wastewater Utility in receiving and treating both septic tank sludge from private haulers and the contaminated materials vacuumed by the Wastewater Utility from the collections system pump stations and manholes during routine system maintenance; and

WHEREAS, the ADEC loan will finance a portion of the project costs and will be paid back with Wastewater Utility revenues; and

WHEREAS, this project is programmed in the Wastewater Utility CIP plan for FY2008, which has been approved by the Utility Advisory Board; and

WHEREAS, in order to pay costs for the three projects the Wastewater Utility requires additional funding in the following amounts:

- North Douglas Sewer Extension Project, for up to \$4,570,000;
- West Mendenhall Valley Sewer Extension Project, for up to \$2,000,000; and
- Juneau-Douglas Treatment Plant Jet Truck and Septage Receiving Facility Improvement Project, for up to \$250,000.

WHEREAS, this additional funding could be provided by loans from the State of Alaska, Department of Environmental Conservation, Alaska Clean Water Fund/State Revolving Fund, with favorable terms; and

WHEREAS, the lending agencies require that the municipality adopt a resolution authorizing the application and designating the manner of accepting and managing the loan; and

WHEREAS, the Public Works and Facilities Committee adopted a motion of support for this resolution at its May 21, 2007 regular meeting.

NOW, THEREFORE, BE IT RESOLVED BY THE ASSEMBLY OF THE CITY AND BOROUGH OF JUNEAU, ALASKA:

Section 1. That the Manager is authorized to submit loan applications to the State of Alaska, Department of Environmental Conservation, Alaska Clean Water Fund/State Revolving Fund, and enter into agreements with the State of Alaska, for loans for the following projects, not to exceed their corresponding amounts:

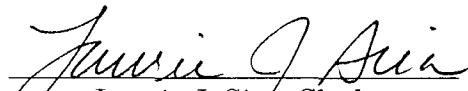
- North Douglas Sewer Extension Project, for up to \$4,570,000;
- West Mendenhall Valley Sewer Extension Project, for up to \$2,000,000; and
- Juneau-Douglas Treatment Plant Jet Truck and Septage Receiving Facility Improvement Project, for up to \$250,000.

Section 2. Effective Date. This resolution shall be effective immediately upon adoption.

Adopted this 25th day of June, 2007.


Bruce Botelho, Mayor

Attest:


Laurie J. Sica, Clerk