Presented by: The Manager
Introduced: 08/17/2026
Drafted by: Law Department

RESOLUTION OF THE CITY AND BOROUGH OF JUNEAU, ALASKA

Serial No. 4060

A Resolution Authorizing the Manager to Apply For, and Enter Into, a Loan Agreement of Up to $1,306,000 with the State of Alaska Department of Environmental Conservation State Revolving Fund for the Design and Construction of a Pyrolysis Unit at the Mendenhall Wastewater Treatment Plant.

WHEREAS, the City and Borough of Juneau (CBJ) Utilities Division has spent over $2M per year during the last two years to safely dispose of residual biosolids from its waste treatment facilities into secure landfills with diminishing capacity and seeks to eliminate this recurring cost; and

WHEREAS, the CBJ Utilities Division seeks to add to its waste treatment systems the capacity to process residual biosolids that currently require expensive shipment and disposal at a secure landfill; and

WHEREAS, the CBJ Utilities Division, in pursuit of its objectives for advanced treatment of residual biosolids, has identified technology appropriate for this purpose and has successfully solicited funding from the State of Alaska Department of Environmental Conservation (ADEC) State Revolving Fund (SRF) program to advance a design phase of this initiative; and

WHEREAS, the adoption of this resolution would authorize the Manager to submit a loan application and enter into a loan agreement with the ADEC to provide funding for the following project:

Project: Design and Construction of a Pyrolysis Unit at the Mendenhall Wastewater Treatment Plant State Revolving Fund Loan
Funding amount: $1,306,000
Forgiveness: 100%; and

WHEREAS, in order for the CBJ Engineering and Public Works Department to apply for an additional SRF loan, the Assembly must pass a resolution to (1) authorize the SRF loan application process, and (2) authorize a designated representative of the local government to execute the loan agreement; and

WHEREAS, the Assembly previously approved Resolution 3097 which authorized the execution of a loan agreement in the amount of $1,955,000; however, after that resolution additional funds became available to apply for; and

WHEREAS, the Assembly previously approved Resolution 4021 which authorized the execution of a loan agreement in the amount of up to $3,391,000 and the CBJ applied for the loan on November 17, 2025: and

WHEREAS, on April 8, 2026, the SRF program issued a loan in the amount of $2,878,000 to CBJ: and

WHEREAS, the SRF program has now indicated that there is an opportunity to apply for an additional $1,306,000 in fully forgivable funds that will bring the loan to a total of $4,184,000; and

WHEREAS, the SRF program requires a loan amendment application for the additional funding; and

WHEREAS, the Public Works and Facilities Committee, at its regular meeting on July 13, 2026, recommended adoption of this resolution; and

WHEREAS, upon receiving the loan agreement document, Assembly authorization will be required by ordinance to borrow the money.

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

Section 1. The Manager is authorized to submit a loan amendment application to the State of Alaska Department of Environmental Conservation, which will become a binding obligation in accordance with its terms when signed by both parties. The Manager is authorized to execute the loan agreement with the State of Alaska for the Design and Construction of a Pyrolysis Unit at the Mendenhall Wastewater Treatment Plant, not to exceed $1,306,000, which will bring the full loan amount to $4,184,000.

Section 2. The Manager is authorized to carry out the City and Borough's responsibilities under the loan agreement. The Manager is authorized to delegate responsibility to appropriate CBJ staff to carry out technical, financial, and administrative activities associated with the loan agreement. The CBJ Utility and Public Works Department is established as the agent for the City and Borough for administration of this project.

Section 3. **Effective Date.** This resolution shall be effective immediately upon adoption.

Adopted this 17 day of August, 2026.

Beth A. Weldon, Mayor

Attest:

Breckan L. Hendricks

Breckan L. Hendricks, City Clerk