

Presented by: The Manager
Introduced: 02/24/2014
Drafted by: A. G. Mead

RESOLUTION OF THE CITY AND BOROUGH OF JUNEAU, ALASKA

Serial No. 2679

A Resolution Authorizing the Manager to Apply for, and Enter Into, a Loan Agreement with the State of Alaska Department of Environmental Conservation, Through its Alaska Drinking Water Fund, for the Salmon Creek Secondary Disinfection Project and the Last Chance Basin Capacity Improvements Project.

WHEREAS, the Salmon Creek Secondary Disinfection Project involves the assessment of levels of disinfection required, facility permitting, and the design and construction of a secondary disinfection process at the Salmon Creek Water Treatment Facility; and

WHEREAS, the Last Chance Basin Capacity Improvement project will include the design, creation and installation of two new wells and the rehabilitation/relocation of the five existing wells in the Last Chance Basin Well Field in order to meet peak drinking water demands; and

WHEREAS, the adoption of Resolution No. 2679 would authorize the City Manager to submit a loan application and enter into a loan agreement with the State of Alaska Department of Environmental Conservation to provide funding for projects as follows:

<u>Alaska Drinking Water Fund (ADWF):</u>	
Salmon Creek Secondary Disinfection	\$1,000,000
Last Chance Basin (LCB) Capacity Improvements	\$2,000,000

WHEREAS, the terms of the low interest loan under the Alaska Drinking Water Fund loan program are a 20-year repayment term at 1.5 percent interest, and will be re-paid with Water Utility customer revenues generated from the projects; and

WHEREAS, the Public Works and Facilities Committee, at its regular meeting on February 6, 2014, recommended adoption of this resolution.

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 a loan application to the State of Alaska Department of Environmental Conservation, Alaska Drinking

Water Fund loan program, and enter into an agreement with the State of Alaska for loans for the following projects, not to exceed the loan amounts below:

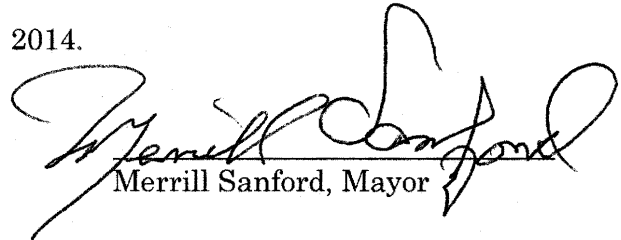
Alaska Drinking Water Fund (ADWF):

Salmon Creek Secondary Disinfection	\$1,000,000
Last Chance Basin (LCB) Capacity Improvements	\$2,000,000

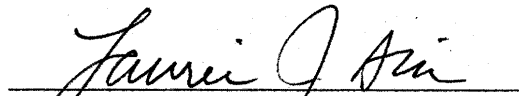
Section 2. That the Engineering Department is established as the agent for the City and Borough for administration of this project.

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

Adopted this 24th day of February, 2014.


Merrill Sanford, Mayor

Attest:


Laurie J. Sica, Municipal Clerk