

**Petersburg Borough, Alaska
RESOLUTION #2020-04**

**A RESOLUTION AUTHORIZING A LOAN APPLICATION TO THE ALASKA CLEAN
WATER FUND TO ASSIST IN FUNDING IMPROVEMENTS TO THE WASTEWATER
COLLECTION SYSTEM**

WHEREAS, the Petersburg Borough (the Municipality) seeks to obtain the necessary financial assistance to design and construct wastewater system improvements; and

WHEREAS, the State of Alaska, Department of Environmental Conservation (the Department) is able to offer funding through the Alaska Clean Water Fund; and

WHEREAS, the Municipality has previously applied and received a loan in the amount of \$70,000 for design, which was subsequently increased to \$550,000 for construction, from the Alaska Clean Water Fund to assist completion of the Scow Bay 1 Pump Station Upgrade project; and

WHEREAS, the completion of the project bid solicitation resulted in a finding that the low construction bid, equipment procurement costs, final engineering/inspection costs and contingency amounts required an additional \$194,695 to be added to the project fund to complete the work; and

WHEREAS, the Municipality passed Supplemental Budget Ordinance #2019-13 which transferred \$194,695 from the Wastewater Fund in order to fully fund and allow award of the Scow Bay Pump Station 1 Upgrade project with the understanding that the Wastewater department would request a loan increase from the Alaska Clean Water Fund to replace the budget increase and fully fund the project with annual debt service payments; and

WHEREAS, the Municipality wishes to apply for a loan increase from the Alaska Clean Water Fund in the amount of \$194,695 to assist in funding and completion of the Scow Bay Pump Station 1 Upgrade project; for a total loan amount \$744,695.

THEREFORE BE IT RESOLVED, the Assembly for the Borough of Petersburg hereby authorizes the Borough's application to the Department for loans from the Alaska Clean Water Fund for the Scow Bay 1 Pump Station Upgrade project. Stephen Giesbrecht, Borough Manager, is authorized to execute any and all documents that may be required by the Department to reflect the indebtedness, the terms of repayment, and any security therefore, including but not limited to an agreement for the loan and a promissory note.

Passed and Approved by the Petersburg Borough Assembly on May 18, 2020.

ATTEST:

Mark Jensen, Mayor

Debra K. Thompson, Borough Clerk