



Engineering Memorandum

July 30, 2026

RE: August 4th, 2026 Commission Meeting

202605 – 2026-2027 DWSRF LOAN RESOLUTION WITH NORTH DAKOTA PFA

For your consideration is a Drinking Water State Revolving Fund (DWSRF) Loan resolution with the North Dakota Public Finance Authority to borrow up to \$6,000,000 for watermain replacement related work for the 2026 through the 2027 construction seasons at 1.5% interest rate and a 0.5% interest administrative fee (total interest rate of 2.0%) for 20-year duration. Due to the reduced scope of work for the 2027 Watermain Replacement project, we anticipate utilizing this loan for the 2028 construction season as well. Eligible bid items for the construction, construction engineering, and preliminary engineering can be funded with this loan. The DWSRF loan was included with the 2026 capital improvement project budget.

The city engineering and finance staff recommends approval.

