



Engineering Memorandum

December 11, 2024

RE: December 17th Commission Meeting

LEAD SERVICE LINE REPLACEMENT SRF LOAN RESOLUTION

For your consideration is resolution to execute the Drinking Water State Revolving Fund (DWSRF) Loan through the North Dakota Department of Environmental Quality. The loan details are listed below.

- The total DWSRF loan amount requested is of **\$2,000,000** which is intended to be used only for lead service line replacements throughout the City of Dickinson.
- The DWSRF loan includes lead service line forgiveness maximum of **\$1,500,000** at an interest rate of 0.5%.
- The City of Dickinson will have the opportunity to utilize this loan over the next several years to replace the lead service lines.
- Based on the current estimates, this loan is anticipated to fund the remaining lead service lines in the City of Dickinson. The City of Dickinson lead service line inventory data shows approximately 150 lead service lines will be replaced utilizing this loan.
- Samantha Buzalsky was authorized as the individual for the City of Dickinson to execute the loan administration at the April 16, 2024 City Commission meeting.

The City Engineering and Public Works staff recommends approval.

