

**SUBMITTED BY:** Luis Pedroza, Deputy City Manager/City Treasurer

**MANAGEMENT TEAM REVIEW:** Ana Urquijo, City Manager

**FOCUS AREA:** Advanced Infrastructure Development and Improvement

**ORGANIZATIONAL  
IMPROVEMENTS:**

**SUBJECT:** **RESOLUTION NO. 22-1497**, a Resolution of the Mayor and Council of the City of Douglas, Cochise County, Arizona, declaring, for purposes of section 1.150-2 of the **FEDERAL TREASURY REGULATIONS**, official intent to be **REIMBURSED** in connection with certain capital expenditures.

**EXECUTIVE SUMMARY:**

This reimbursement Resolution provides the ability to reimburse itself from loan proceeds if it were to proceed with the construction of a new well #18 prior to obtaining formal authorization for a WIFA loan.

**BACKGROUND:**

As a result of the urgency to begin construction of this new water well, the City proposes this reimbursement Resolution that follows federal treasury regulations to allow reimbursement of federal funds for costs incurred prior to the formal receipt of loan proceeds from WIFA. The loan process could take several months and the city must continue to move well #18 project forward while ensuring that all costs incurred will be reimbursed through the WIFA loan. The City will ensure it follows proper procurement procedures and compliance with Davis Bacon wage and American Iron and Steel requirements.

**DISCUSSION:**

Staff recommends the approval of this reimbursement Resolution that will memorialize the City's intent to proceed with the project ahead of receiving formal approval for use of federal funds through WIFA. This resolution follows federal treasury regulations and ensures reimbursement after loan is formally obtained.

**FISCAL IMPACT:**

None

**Fiscal Year:** 2021/2022

**Amount Requested:**

**Budgeted:** Y / N

**Account (s):**

**“... I MOVE THAT THE MAYOR AND COUNCIL APPROVE RESOLUTION NO. 22-1497.”**