



AGENDA ACTION FORM

Consideration of a Resolution to Authorize Funding for the Pendragon Sewer Lift Station Replacement Project with a Clean Water State Revolving Loan and Authorize the Mayor to Sign All Necessary Documents

To: Board of Mayor and Aldermen

From: Chris McCartt, City Manager *CM*

Action Form No.: AF-237-2026
Work Session: August 3, 2026
First Reading: N/A

Final Adoption: August 4, 2026
Staff Work By: Niki Ensor
Presentation By: Ryan McReynolds

Strategic Focus Area: 2. Sustainable Infrastructure

Recommendation:

Approve the Resolution

Executive Summary:

If approved, this resolution would authorize the execution of a State of Tennessee State Revolving Loan for \$2,700,000 with \$1,080,000 subject to principal forgiveness to provide funding for the construction of the Pendragon Sewer Lift Station Replacement.

The Pendragon sewer lift station (#120) serves the western portions of the Ridgefields neighborhood and was originally constructed in 1967. The station has reached the end of its useful life and is in need of replacement due to the condition and capacity concerns. The project has been included in the multi-year Capital Improvements Plan approved by the BMA.

The City of Kingsport wishes to fund these improvements through the State of Tennessee Clean Water Revolving Loan Fund. The City is requesting a loan amount of \$2,700,000. Contingent upon State Revolving Loan approval, the interest rate will be 1.97% for a 20-year term and includes \$1,080,000.00 in principal forgiveness. Rates and terms for the State Loan are more favorable than the Bond Market at this time.

Attachments:

1. Resolution
2. State Clean Water Revolving Fund Encumbrance Letter
3. Location Map

	Y	N	O
Baker	—	—	—
Cooper	—	—	—
Duncan	—	—	—
George	—	—	—
Mayes	—	—	—
Phillips	—	—	—
Montgomery	—	—	—