



August 1, 2023

Teressa Baldwin, City Manager
City of Kotzebue
PO Box 46
Kotzebue, AK 99758

Dear Ms. Baldwin:

The Alaska State Revolving Fund (SRF) Program State Fiscal Year 2024 (SFY24) Intended Use Plans for the Alaska Clean Water Fund (ACWF) and the Alaska Drinking Water Fund (ADWF) have been finalized. The Intended Use Plans can be found online at: <https://dec.alaska.gov/water/technical-assistance-and-financing/state-revolving-fund/intended-use-plans/>. The following City of Kotzebue projects are included on the Project Priority Lists:

Alaska Clean Water Fund

Score	Project Name	Requested Loan Amount	Principal Forgiveness	Estimated Construction Start Date
120	Fire Hall Lift Station and Sewer System	\$2,662,000	----	9/1/2022
97	Storm Drain Planning, Design and Construction	\$2,456,000	\$1,000,000	9/1/2022

Alaska Drinking Water Fund

Score	Project Name	Requested Loan Amount	Principal Forgiveness	Estimated Construction Start Date
111	Lagoon Water Service Loop Replacement	\$10,244,000	\$2,500,000	9/1/2022
111	Swan Lake Water Service Loop Replacement	\$5,482,000	----	9/1/2022

The proposed Storm Drain Planning, Design and Construction project has been identified to receive \$1,000,000 in loan forgiveness. In addition, the Lagoon Water Service Loop Replacement project has been identified to receive \$2,500,000 in loan forgiveness. In order to retain eligibility for this loan forgiveness, Kotzebue must enter into loan agreements for these projects by February 29, 2024. If loan agreements cannot be executed by the end of February 2024, the loan forgiveness funds for these projects may be made available to the next highest ranked eligible project on the SFY24 Project Priority List that is ready to move forward.

As mentioned in the Intended Use Plan, projects may remain on the Project Priority List for a maximum of two years. These projects will retain the same score originally assigned unless a revised questionnaire is submitted and reviewed. If an application has not been submitted for this project within two years from the date that the project

questionnaire was submitted, the project will be removed from the list and a new questionnaire will be required to relist the project.

If you interested in moving forward with loan applications, I would suggest setting up a phone meeting so that we can provide more information about the financing projects through the SRF Program and discuss the next steps in the loan application process. Please let me know if you are interested in meeting with the SRF Program.

Sincerely,

Peggy Ulman

Peggy Ulman, SRF Program Coordinator

peggy.ulman@alaska.gov 907-334-2681