

EXECUTIVE BRIEF REGULAR MEETING

AGENDA DATE: December 7, 2021

DEPARTMENT: Water Utilities

TITLE:

Authorize Drinking Water State Revolving Fund Amendment 2 to Loan Agreement DW501740 for the Lake Osborne Estates Watermain Improvement project

SUMMARY:

Amendment 2 reconciles the State Revolving Fund Loan DW501740 project costs and reduces the semi-annual loan payment.

BACKGROUND AND JUSTIFICATION:

The City's Water Utility Department has completed the Lake Osborne Estates Watermain Improvement project. To fund this capital improvement, the Utility sought water system revenue financing from the Drinking Water State Revolving Fund. The City was fortunate to receive a loan for this project.

This Amendment finalizes the project loan agreement at \$2,434,449.48 (reduced from \$3,039,881 due to unused funds remaining in the project) as the project has come to an end. This reduces the project's semi-annual loan payment as the project came in below the estimate. The first semi-annual loan payment of \$64,838.93 is due by April 15, 2022.

MOTION:

Move to approve/disapprove Drinking Water State Revolving Fund Amendment 2 to Loan Agreement DW501740 for the Lake Osborne Estates Watermain Improvement project.

ATTACHMENT(S):

Fiscal Impact Analysis
Amendment 2

FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:

Fiscal Years	2022	2023	2024	2025	2026
Capital Expenditures	\$64,838.93	\$129,677.86	\$129,677.86	\$129,677.86	\$129,677.86
Operating Expenditures	0	0	0	0	0
External Revenues	0	0	0	0	0
Program Income	0	0	0	0	0
In-kind Match	0	0	0	0	0
Net Fiscal Impact	\$64,838.93	\$129,677.86	\$129,677.86	\$129,677.86	\$129,677.86
No. of Addn'l Full-Time Employee Positions	0	0	0	0	0

B. Recommended Sources of Funds/Summary of Fiscal Impact:

Account Number	Account Description	Project Number	FY22 Budget	Current Balance	Budget Transfer	Agenda Expenditure	Balance
402-9010-519.71-20	Principal/Debt	N/A	\$2,540,278	\$2,540,278	0	\$64,838.93	\$2,475,439.07