



CITY OF MARSHALL AGENDA ITEM REPORT

Meeting Date:	Tuesday, September 14, 2021
Category:	NEW BUSINESS
Type:	ACTION
Subject:	Authorization to use excess Public Facilities Authority loan funds for select equipment repairs at the Wastewater Facility.
Background Information:	<p>The Wastewater Treatment Facility is just completing a large improvement project. The City used a Public Facilities Authority (PFA) low interest loan to finance the project. The project will be finishing up about \$30,000 under budget, and we have a few items that need to be replaced in the very near future that were not part of the original improvement project. City staff believes that this would be a good time to address these items versus budgeting for them in the future to take advantage of the low interest rate offered by the PFA loan. There are excess funds still available in the loan for qualifying small purchases associated with the project.</p> <p>Wastewater Department staff have received quotes for additional repairs that total about \$47,000. The items are as follows: a roof top air conditioning unit for the Control Room, replacement of the Federal Pacific service panel in the shop, replacement of a soft start controller for our sludge mixing pump, and update VFD controls for our ATAD Digester. These items would be done outside of the contract with Magney Construction. We have verified with MPCA that these items do qualify for the loan funds.</p>
Fiscal Impact:	There is still just over \$1 million dollars available on the original PFA loan.
Alternative/ Variations:	No alternative actions recommended.
Recommendation:	that the Council authorize the additional equipment repairs of nearly \$47,000 utilizing the low interest PFA loan.