

Presented By:
Utility Superintendent

Action Taken:
Yes____
No____
Abstain____

**CITY OF NOME, ALASKA
RESOLUTION NO. R-25-05-04**

**A RESOLUTION AUTHORIZING APPLICATION, APPROVAL & ACCEPTANCE OF A LOAN FROM
THE ALASKA DEPARTMENT OF ENVIRONMENTAL CONSERVATION ALASKA DRINKING WATER
FUND TO PROVIDE LOAN FINANCING FOR EQUIPMENT PURCHASE**

WHEREAS, pursuant to Section 15.10.030(b) of the Nome Code of Ordinances, the Utility Board is charged with the responsibility of making recommendations thereon for the efficient operation of the water and sewer systems; and, as part of fulfilling this duty, the acquisition of specialized equipment, including a VAC truck and Utility Truck, are essential to maintaining and repairing the infrastructure required for these services; and

WHEREAS, the Utility Board determined application should be submitted to the Alaska Department of Environmental Conservation (ADEC) Alaska Drinking Water Fund (ADWF) Program to finance equipment purchase, specifically a new VAC truck (\$400,000) and Water/Wastewater Utility Truck (\$32,500); and

WHEREAS, the ADEC's ADWF program currently offers terms up to 30 years with no prepayment penalties to provide low interest financing (currently 2.1%) to communities for water system.

NOW, THEREFORE BE IT RESOLVED that the Nome Common Council authorizes the application, approval and acceptance of an ADEC Alaska Drinking Water Fund Loan for the equipment purchases with the loan amount of \$432,500, and authorizes the Utility Manager as Chief Operating Officer of the Utility to execute any and all documents that may be required by ADEC to reflect the indebtedness, the terms of its repayment, and any security thereof, including but not limited to an agreement for the loan and a promissory note.

APPROVED and SIGNED this 27th day of May, 2025

JOHN K. HANDELAND
Mayor

ATTEST:

DAN GRIMMER
City Clerk