

**PETERSBURG BOROUGH  
RESOLUTION #2023-13**

**A RESOLUTION AUTHORIZING THE APPLICATION FOR, AND  
EXECUTION OF, A STATE REVOLVING FUND LOAN**

**WHEREAS**, the Petersburg Borough (the Municipality) seeks to obtain the necessary financial assistance to design and construct the Pump Station 4 Force Main project; and

**WHEREAS**, the Pump Station 4 Force Main project would include the following work: Installation of a new wetwell and three submersible pumps, valve vault, electrical control room addition onto the existing generator structure, installation of 750 linear feet of 12" diameter force main and installation of 500 linear feet of 18" diameter gravity main.

**WHEREAS**, the State of Alaska, Department of Environmental Conservation (the Department) is able to offer funding through the Alaska Clean Water Fund; and

**WHEREAS**, the project currently is included on an Alaska Clean Water Fund project priority list for the current fiscal year; and

**WHEREAS**, the project received loan funds from the Alaska Clean Water Fund in the amount of \$360,000 of which the debt was authorized by Proposition #2 at the 1996 local election; and

**WHEREAS**, the Municipality wishes to apply for a loan increase from the Alaska Clean Water Fund in the amount of \$2,977,177 to assist in funding and completion of the Pump Station 4 Upgrade project; for a total loan amount \$3,337,177; and

**WHEREAS**, the loan of up to \$3,337,177 would be repaid over no more than a 20-year term, with a finance rate calculated pursuant to 18 AAC 76.080; and

**WHEREAS**, Petersburg voters approved new debt service up to \$2.6 million within the wastewater department by approving Proposition #1 at the 2019 local election; and

**WHEREAS**, by way of pledged ADEC loan forgiveness of \$500,000, the indebtedness to the wastewater enterprise fund from this loan increase will be \$2,477,177.00 and is within the voter approved debt service for the wastewater enterprise fund; and

**NOW, THEREFORE, BE IT RESOLVED**, the Assembly for the Petersburg Borough hereby authorizes the Borough Manager to apply to the State Department of Environmental Conservation for a loan increase in an amount up to \$2,977,177 from the Alaska Clean Water Fund for the Pump Station 4 Force Main project, for a total loan amount of \$3,337,177. Upon approval of said loan increase, the Borough Manager is further authorized to execute the necessary loan documents relating to said increase, which will become a binding obligation in accordance with their terms when signed by both parties. The Manager is authorized to delegate responsibility to appropriate

Borough staff to carry out technical, financial and administrative activities associated with this loan, in accordance with the terms of borough charter and code.

**Passed and Approved by the Petersburg Borough Assembly on October 9, 2023.**

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**Mark Jensen, Mayor**

**ATTEST:**

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**Debra K. Thompson, Borough Clerk**