

**PETERSBURG BOROUGH  
RESOLUTION #2024-13**

**A RESOLUTION AUTHORIZING THE BOROUGH MANAGER TO APPLY TO THE  
STATE OF ALASKA, DEPARTMENT OF ENVIRONMENTAL CONSERVATION  
(ADEC) FOR A LOAN FROM THE ALASKA DRINKING WATER FUND AND  
ALASKA CLEAN WATER FUND FOR THE PROJECT ENTITLED SCOW BAY HAUL-  
OUT AND WORK YARD**

**WHEREAS**, the project would include the following work: extension of water and waste water system to project site; construction of a concrete washdown pad with pre-treatment system; installation of sewer lift station, grit chamber, oil water separator, and filter vault; and construction of a small utility building with a hydronic boiler; and

**WHEREAS**, the Petersburg Borough seeks to obtain the necessary financial assistance for the project; and

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

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

**WHEREAS**, the loan of up to \$3,527,804 would be repaid over no more than a 20-year term, with a finance rate calculated pursuant to state regulations (18 AAC 76.080 for a Clean Water loan or 18 AAC 76.255 for a Drinking Water loan); and

**WHEREAS**, Article 13. *Borrowing*, of the Petersburg Borough charter allows the municipality to incur indebtedness when authorized by the Assembly for capital improvements and ratified at an election by a majority of those qualified to vote and voting on the question; and

**WHEREAS**, on August 5, 2024, the Assembly authorized by ordinance long-term indebtedness in an amount not to exceed \$19.3 million for the design and construction of water and wastewater infrastructure in the form of loans from the ADEC, including the Scow Bay projects, and directed the question be submitted to the voters for consideration at the next regular election; and

**WHEREAS**, on October 4, 2024, the Assembly certified the results of the October 1, 2024, municipal election approving long-term indebtedness by a vote of 709 in favor and 309 opposed.

**THEREFORE, BE IT RESOLVED** that the Petersburg Borough authorizes the Borough Manager to apply to the ADEC for a loan from the Alaska Drinking Water Fund / Alaska Clean Water Fund for the project.

**BE IT FURTHER RESOLVED** that the Petersburg Borough authorizes the Borough Manager to execute the loan agreement which will become a binding obligation in accordance with its terms when signed by both parties. The Borough Manager is authorized to represent Petersburg Borough in carrying out the Borough's responsibilities under the loan agreement. The Borough Manager is authorized to delegate responsibility to appropriate Borough staff to carry out technical financial, and administrative activities associated with the loan agreement.

**PASSED AND APPROVED** by the Petersburg Borough Assembly, Petersburg, Alaska  
this 21<sup>st</sup> day of October, 2024.

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**Mark Jensen, Mayor**

**ATTEST:**

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**Debra K. Thompson, Borough Clerk**

Adopted:  
Noticed:  
Effective: