

**CITY OF CORDOVA, ALASKA
RESOLUTION 02-24-07**

**A RESOLUTION OF THE COUNCIL OF THE CITY OF CORDOVA, ALASKA,
AUTHORIZING THE APPLICATION AND EXECUTION OF A LOAN FROM THE ALASKA
DRINKING WATER FUND IN AN AGGREGATE AMOUNT NOT TO EXCEED \$75,000 TO
FINANCE THE WATER SYSTEM MASTER PLAN PROJECT**

WHEREAS, pursuant to AS 46.03.032 the Alaska Department of Environmental Conservation (“DEC”) may make loans to municipalities from the Alaska Drinking Water Fund (“Drinking Water Fund”) to pay the cost of planning, designing, building, constructing, and rehabilitating public wastewater collection, treatment and discharge systems; and

WHEREAS, the Water System Master Plan Project (the “Project”) would include the following work: compiling and completing the city assessment data and prioritizing projects based on potential failures, increased distribution, and infrastructure conditions and a rate analysis to determine fiscal impacts; and

WHEREAS, the City of Cordova (“City”) is eligible to borrow from the Drinking Water Fund for the Project, and the interest rates to be paid by the City on loans from the Drinking Water Fund are favorable compared to the rates charged by other sources of funds that are available to the City; and

WHEREAS, the City seeks to obtain the necessary financial assistance for the project; and

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

WHEREAS, the loan of up to \$75,000 would be repaid over no more than a 20-year term, with a finance rate calculated pursuant to 18 AAC 76.080.

NOW THEREFORE, BE IT RESOLVED THAT the City of Cordova authorizes the City Manager to apply to the DEC for a loan from the Alaska Drinking Water Fund for the Project.

The City authorizes the City Manager and Interim City Manager to execute the loan agreement which will become a binding obligation in accordance with its terms when signed by both parties. The City Manager and Interim City Manager are authorized to represent the City in carrying out the City’s responsibilities under the loan agreement. The City Manager and Interim City Manager are authorized to delegate responsibility to appropriate City staff to carry out technical financial, and administrative activities associated with the loan agreement.

PASSED AND APPROVED THIS 7th DAY OF FEBRUARY 2024



David Allison, Mayor

ATTEST:

Susan Bourgeois, CMC, City Clerk