



RESOLUTION NO. 39222

1 A RESOLUTION relating to the Department of Public Utilities, Water Division
2 (d.b.a. "Tacoma Water"); authorizing the acceptance of a 2014 Drinking
3 Water State Revolving Fund loan in the amount of \$12,120,000; and
4 authorizing the execution of a loan agreement with the Washington State
5 Public Works Board for the purpose of financing the Green River Filtration
6 Facility Project.

7 WHEREAS the Department of Public Utilities, Water Division
8 (d.b.a. "Tacoma Water"), was selected to receive a low-interest loan in the amount
9 of \$12,120,000 through the 2014 Drinking Water State Revolving Fund, for the
10 purpose of financing the Green River Filtration Facility Project ("Project"), and
11

12 WHEREAS the Washington State Department of Health is the funding
13 source for this loan, which is made available through the United States
14 Environmental Protection Agency for qualifying public water system projects, and
15

16 WHEREAS the Project is necessary to comply with the *cryptosporidium*
17 treatment requirements of the federal Long Term 2 Enhanced Surface Water
18 Treatment Rule, and
19

20 WHEREAS the interest rate on the loan is 1.5 percent for a 20-year term,
21 with a 1 percent administrative fee, and
22

23 WHEREAS, although sufficient funding is secured for Project completion,
24 additional low-interest loans will allow Tacoma Water to reduce payment costs for
25 customers and ratepayers, and allow previous bond funds to be used for other
26 projects, and
27

28 WHEREAS Section 4.11 of the Tacoma City Charter requires that all matters
29 related to the incurring of indebtedness by the Department of Public Utilities be
30 initiated by the Public Utility Board and approved by the City Council, and
31



1 WHEREAS, on June 17, 2015, the Public Utility Board approved the
2 proposed loan agreement, and

3 WHEREAS it appears to be in the best interests of the City, the citizens of
4 Tacoma, and the customers of Tacoma Water that the loan agreement be
5 approved; Now, Therefore,

6 BE IT RESOLVED BY THE COUNCIL OF THE CITY OF TACOMA:

7 That the Superintendent of the Department of Public Utilities, Water Division,
8 is hereby authorized to accept a 2014 Drinking Water State Revolving Fund loan in
9 the amount of \$12,120,000, and to execute a loan agreement on behalf of the City
10 with the Washington State Public Works Board for the Green River Filtration Facility
11 Project, said document to be substantially in the form of the proposed loan
12 agreement on file in the office of the City Clerk.

13
14
15 Adopted _____

16
17 _____
18 Mayor

19 Attest:
20 _____
21 City Clerk

22 Approved as to form:
23 _____
24 Chief Deputy City Attorney

25 Requested by Public Utility Board
26 Resolution No. U-10785