



RESOLUTION NO. 41840

1 A RESOLUTION relating to the Department of Public Utilities, Water Division;
2 authorizing the submittal of an application for an estimated \$1,000,000
3 low-interest Drinking Water State Revolving Fund loan from the
4 Washington State Department of Health for two water main replacement
5 projects.

6 WHEREAS the Department of Public Utilities, Water Division d.b.a.
7 ("Tacoma Water") is requesting authorization to apply to the Washington State
8 Department of Health for a low interest Drinking Water State Revolving Fund
9 ("DWSRF") loan of approximately \$1,000,000 for two water main replacement
10 projects, and

11 WHEREAS the DWSRF, which is supported by both federal and state
12 funding and governed by applicable laws and regulations, provides funding
13 opportunities for critical drinking water infrastructure improvements, and

14 WHEREAS Tacoma Water intends to apply for DWSRF funding to replace
15 two aging sections of galvanized water main in the southern portion of our service
16 territory, and

17 WHEREAS the first section involves replacing 750 feet of two-inch
18 galvanized/plastic main on "A" Street South, and the second section replaces
19 580 feet of one-inch galvanized main on the 9600 Block of East "D" Street, and

20 WHEREAS both segments of main will be upgraded with eight-inch
21 ductile iron pipe and include installation of new valves, fittings, and four new fire
22 hydrants, and these improvements will improve service reliability and support
23 future growth in the neighborhood, and

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WHEREAS Tacoma Water engages with various communities through its capital improvement planning process every two years and provides sufficient notice for construction project impacts, and

WHEREAS this request to apply for a low-interest loan opportunity with an interest rate of 1.75 percent and loan forgiveness of 50 percent, is a more cost-effective source of funding than bonds, and additionally, the 50 percent loan forgiveness portion provides approximately \$500,000 toward the project that our customers will not otherwise have to fund; Now, Therefore,

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

That the proper officers of the City are hereby authorized to submit an application for an estimated \$1,000,000 low-interest Drinking Water State Revolving Fund loan from the Washington State Department of Health for two water main replacement projects.

Adopted

Mayor

Attest:

City Clerk

Approved as to form:

Chief Deputy City Attorney