



## RESOLUTION NO. 41923

1 A RESOLUTION relating to the Department of Public Utilities, Water Division  
2 (d.b.a. "Tacoma Water"); authorizing the execution of a loan agreement  
3 with the Washington State Department of Health, in the amount of  
4 \$1,074,552, and accepting and depositing said sum into the Water Fund,  
5 for two water main replacement projects.

6 WHEREAS the City of Tacoma, through its Department of Public Utilities,  
7 Water Division (d.b.a. "Tacoma Water"), is requesting authorization to execute a  
8 loan agreement with the Washington State Department of Health, in the amount of  
9 \$1,074,552, and

10 WHEREAS the Drinking Water State Revolving Fund provides financing to  
11 public water systems for eligible infrastructure improvements, with the program  
12 being funded through both federal and state money that is subject to state laws and  
13 additional federal regulations, and

14 WHEREAS Tacoma Water applied for and was awarded funds to replace  
15 two sections of galvanized main in the southern portion of our service territory with  
16 the first section replacing 750 feet of two-inch galvanized/plastic main on "A" Street  
17 South, and the second section replacing 580 feet of one-inch galvanized main  
18 along the 9600 block of East "D" Street, and

19 WHEREAS both water mains will be replaced with eight-inch ductile iron  
20 main, and Tacoma Water will also install new valves, fittings, and four new fire  
21 hydrants, and

22 WHEREAS this low-interest loan will provide an interest rate of 1.75 percent  
23 and a loan forgiveness of 50 percent, with the interest rate lower than alternate  
24 sources of funding such as bonds and loan forgiveness, and would provide  
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1 \$537,276 towards the capital project that our customers would not have to fund,  
2 and these improvements will enhance service reliability, support neighborhood  
3 resiliency, and accommodate future growth, and  
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5 WHEREAS, by adoption of Public Utility Board Resolution No. U-11605 on  
6 May 13, 2026, the proposed Agreement was approved, pending confirmation from  
7 the City Council; Now, Therefore,

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

9 Section 1. That the request of the Department of Public Utilities, Water  
10 Division (d.b.a. "Tacoma Water"), to authorize the execution of a loan agreement  
11 with the Washington State Department of Health, in the amount of \$1,074,552, and  
12 accepting and depositing said sum into the Water Fund, for two water main  
13 replacement projects, is hereby approved.  
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Section 2. That the proper officers of the City of Tacoma are authorized to execute said loan agreement substantially in a form on file with the City Clerk and as approved by the City Attorney's Office.

Adopted \_\_\_\_\_

\_\_\_\_\_  
Mayor

Attest:

\_\_\_\_\_  
City Clerk

Approved as to form:

\_\_\_\_\_  
Chief Deputy City Attorney

Requested by Public Utility Board  
Resolution No. U-11605