



REPORT TO: CITY COUNCIL

MEETING DATE: MARCH 1, 2021

Agenda Item:	7a. CC-21-36 5b. SUA-21-08
Prior Council Action/Related Items: (Hyperlinks Or PDF)	SUA 17-34 SUA-20-22
Background / Issue:	<ul style="list-style-type: none"> • October 2017 SUA authorized a Professional Services Agreement for the design, bidding, and construction services for the Sanitary Sewer Interceptor and Miscellaneous Improvements Project (Project 16SG02). • Construction is estimated to cost \$12.5M. Considering the additional significant sewer projects that are also in design, staff anticipates the available balance in the Wastewater Fund will be exceeded. • Staff believe it is in the best interest of the SUA to incur debt to fund construction of this project.
Proposal/Solution:	<ul style="list-style-type: none"> • The Oklahoma Water Resources Board (OWRB) administers a low-interest loan program, the Clean Water State Revolving Fund (CWSRF), for which this project is eligible. • To apply for the CWSRF loan and to comply with the Trust Indenture, Trustees and Council must approve Resolution No. CC-2021-2/SUA-2021-6 agreeing to file the loan application with OWRB and approving issuance of the debt. • In order to move forward with the loan application, certain legal services are required. Kiser Law Firm has been selected as Bond Counsel for assistance with security agreements, certificates, contract reviews and rendering opinion of Bond Counsel required for financing through the CWSRF program. • In order to be reimbursed with loan proceeds for certain project costs that are incurred prior to loan closing,

	<p>Resolution No. 2021-3/SUA-2021-7, a Resolution of Reimbursement, must be passed by the Council/Trustees. The resolution covers hard costs such as property, site improvements and equipment.</p>
Financial Impact/Funding Source(s):	<ul style="list-style-type: none"> • No additional funds are needed at this time. All loan costs including the fees and direct expenses for Kiser will be included in the loan and will be paid from the initial loan disbursement. • Debt service payments will be made from the Wastewater Fund.
Related Strategic Priority:	#4 Place and Mobility, 4.3.3: Identify funding sources for publicly owned and maintained facilities and infrastructure.
Recommended Action/Motion:	<p>Under the resolutions portion of tonight’s agendas, staff recommends that the Council/Trustees approve:</p> <ul style="list-style-type: none"> • Resolution No. CC-2021-2/SUA-2021-6 authorizing the issuance of debt and application for a loan for the Sanitary Sewer Interceptor Project; and • Resolution No. 2021-3/SUA-2021-7 for reimbursement for the Sanitary Sewer Interceptor Project.
Prepared By:	David Barth, Senior Project Manager
Reviewed By:	Bill Millis, Water Utilities Engineering Director Paula J. Dennison, Assistant City Manager
Submitted By:	Norman McNickle, City Manager
Attachment(s):	Powerpoint Presentation