

RESOLUTION NO. 31 FOR 2002

A RESOLUTION AUTHORIZING A LOAN FROM THE STATE CLEAN WATER REVOLVING LOAN FUND BY ENTERING INTO A LOAN CONTRACT WITH THE STATE OF OREGON DEPARTMENT OF ENVIRONMENTAL QUALITY (DEQ).

WHEREAS, the City of Sweet Home is a "public agency" as defined in ORS 468.423; and

WHEREAS, ORS 468.439 authorizes a public agency to enter into loan agreements and make related agreements with the DEQ in which the public agency agrees to repay the borrowed money in accordance with the terms of the loan agreement; and

WHEREAS, the City has filed an application with the DEQ to borrow money for Wastewater Inflow & Infiltration (I/I) Reduction Demonstration Pilot project in the 'wastewater treatment works' as defined in ORS 468.423; and

WHEREAS, the DEQ has approved the application from the City up to a loan amount of \$2,000,000.

NOW THEREFORE, THE CITY OF SWEET HOME RESOLVES AS FOLLOWS:

Section 1. The City Council authorizes the City of Sweet Home to enter into a loan agreement from the State of Oregon Clean Water State Revolving Loan Fund for an amount not to exceed \$2,000,000 with the Oregon Department of Environmental Quality.

Section 2. The City Council authorizes the establishment of a loan reserve account for \$137,619.

Section 3. The City Manager is authorized to sign the necessary loan documents on behalf of the City.

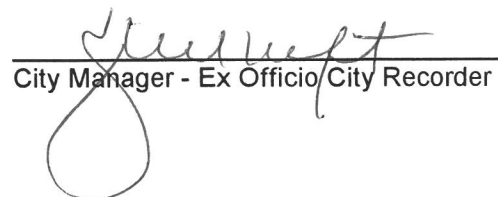
Section 4. The funds from this loan will be used to pay for the costs associated with the demonstration (pilot) project to reduce inflow & infiltration through major repairs to main lines and service laterals. This project will help determine the extent of work necessary to repair the remainder of the wastewater treatment works.

THIS resolution shall be effective immediately upon its passage.

PASSED by the City Council and approved by the Mayor this 26<sup>th</sup> day of November, 2002.

  
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Mayor

ATTEST:

  
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City Manager - Ex Officio City Recorder