

A Resolution of the Haines Borough Assembly authorizing the Borough Manager to execute a contract with proHNS LLC for Front Street Water Line Replacement (Design, Contract Administration and Inspection Services) and Mud Bay Road/Small Tracts Road Water Line Replacement (Design and Bid Support Services) for an amount not to exceed \$152,000.

WHEREAS, the Small Tracts/Mud Bay/Front AC Pipe Replacement project would replace approximately 3,300 feet of asbestos cement (AC) pipe with C-900 PVC on Small Tracts/Mud Bay roads and Front Street; and

WHEREAS, the project is ranked fourth on a State of Alaska, Department of Environmental Conservation (ADEC) Alaska Drinking Water Fund priority list for fiscal year 2019 following competitive scoring of questionnaires; and

WHEREAS, the Borough in December 2018 applied for a \$1 million loan from this fund; and

WHEREAS, the loan has a subsidy in the form of principal forgiveness that will reimburse half of project expenses through one year from the pending loan agreement date; and

WHEREAS, the Director of Public Facilities recommends starting with construction of the Front Street portion of the project due to this section of line being more susceptible to breaks and to lessen the impact on water rates; and

WHEREAS, the Borough intends to use water fund reserves, revenues from sales tax for Capital Improvement Projects, and an estimated rate increase of approximately \$2 per customer per month to repay the loan; and

WHEREAS, the Director of Public Facilities recommends contracting with proHNS LLC for design of the whole project so half the \$152,000 in costs can be reimbursed within the one-year loan subsidy timeline; and

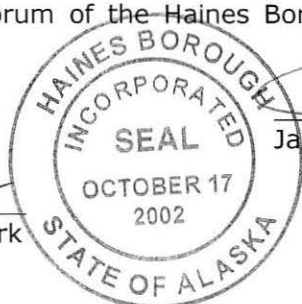
WHEREAS, the Borough intends to submit a second loan questionnaire in February 2019 in an attempt to secure an additional \$500,000 subsidy for construction of the Mud Bay Road/Small Tracts Road portion of the project,

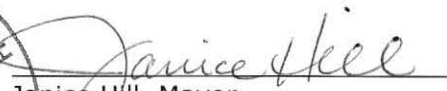
NOW, THEREFORE, BE IT RESOLVED that the Haines Borough Assembly authorizes the Borough Manager to execute a contract with proHNS LLC for Front Street Water Line Replacement (Design, Contract Administration and Inspection Services) and Mud Bay Road/Small Tracts Road Water Line Replacement (Design and Bid Support Services) for an amount not to exceed \$152,000.

Adopted by a duly-constituted quorum of the Haines Borough Assembly on this 8th day of January, 2019.

Attest:


Alekka Fullerton, CMC, Borough Clerk




Janice Hill, Mayor