

A Resolution of the Haines Borough Assembly authorizing the Borough Manager to apply to the State of Alaska, Department of Environmental Conservation for a loan from the Alaska Drinking Water Fund for the project entitled Small Tracts/Mud Bay AC Pipe Replacement Phase 2.

WHEREAS, the Small Tracts/Mud Bay AC Pipe Replacement Phase 2 project would replace approximately 2,900 feet of asbestos cement (AC) pipe with C-900 PVC on Small Tracts and Mud Bay roads; and

WHEREAS, the AC pipe in this area is brittle and prone to leaks; and

WHEREAS, the Haines Borough seeks to obtain the necessary financial assistance for the project; and

WHEREAS, the State of Alaska, Department of Environmental Conservation (ADEC) is able to offer funding through the Alaska Drinking Water Fund; and

WHEREAS, the project currently is ranked second on an Alaska Drinking Water Fund priority list for fiscal year 2020; and

WHEREAS, the loan questionnaire received additional points as a public health project that "will correct potential long-term, chronic health threats, or resolve serious distribution system problems or leaks"; and

WHEREAS, the loan of up to \$1,329,860 would be repaid over no more than a 20-year term, with an estimated 1.5 percent finance rate; and

WHEREAS, the loan has a \$500,000 subsidy in the form of principal forgiveness, the maximum subsidy granted for Disadvantaged Community Assistance; and

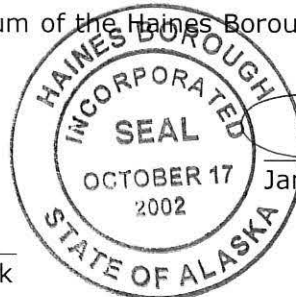
WHEREAS, upon receiving the loan agreement document, Haines Borough Charter Section 3.03 will require assembly authorization by ordinance to borrow the money,

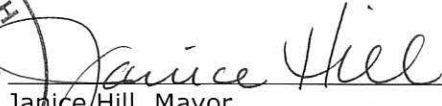
NOW, THEREFORE, BE IT RESOLVED that the Haines Borough Assembly authorizes the Borough Manager to apply to the State of Alaska, Department of Environmental Conservation for a loan from the Alaska Drinking Water Fund for the project entitled Small Tracts/Mud Bay AC Pipe Replacement Phase 2.

Adopted by a duly-constituted quorum of the Haines Borough Assembly on this 18th day of July, 2019.

Attest:


Alekka Fullerton, CMC, Borough Clerk




Janice Hill, Mayor