

Submitted by: Chair of the Assembly at the  
Request of the Mayor  
Prepared by: Anchorage Water and Wastewater  
Utility  
For reading: October 23, 2007

CLERK'S OFFICE

APPROVED

Date: 11-6-07

**ANCHORAGE, ALASKA**  
**AR No. 2007- 238**

1 **A RESOLUTION OF THE MUNICIPALITY OF ANCHORAGE, ALASKA,**  
2 **ACCEPTING AND APPROPRIATING THREE STATE OF ALASKA CLEAN**  
3 **WATER FUND LOAN OFFERS IN THE AGGREGATE AMOUNT OF ONE**  
4 **MILLION SIX HUNDRED THREE THOUSAND DOLLARS (\$1,603,000) FOR**  
5 **FINANCING A PORTION OF THE COSTS OF THE SECURITY IMPROVEMENTS**  
6 **(MULTI-SITE) (\$846,000), TURNAGAIN C-F INTERCEPTOR UPGRADE**  
7 **(\$505,000), AND EAGLE RIVER WASTEWATER TREATMENT FACILITY**  
8 **GRAVITY THICKENER (\$252,000) PROJECTS**

9  
10 **WHEREAS**, the State of Alaska (the "State") has, pursuant to Alaska Statutes  
11 46.03.032 and 18 AAC 76.005 et seq. of the Alaska Administrative Code,  
12 established the Alaska Clean Water Fund (the 'Fund'), a fund which makes use  
13 of U.S. Government grants as authorized by the Clean Water Act, as amended  
14 by P.L. 100-4; and

15  
16 **WHEREAS**, the Municipality of Anchorage (the "Municipality") is eligible to borrow  
17 from the Fund for the purposes of planning, designing, constructing, equipping,  
18 modifying, improving and expanding public wastewater collection, treatment and  
19 discharge facilities; and

20  
21 **WHEREAS**, the Assembly of the Municipality, in its Ordinance No. AO 2006-142,  
22 determined it was necessary to proceed to plan, design, develop, construct, equip,  
23 acquire property for, or otherwise obtain items of capital improvements in  
24 connection with the Security Improvements (Multi-Site), Turnagain C-F Interceptor  
25 Upgrade, and Eagle River Wastewater Treatment Facility Gravity Thickener  
26 projects; authorized the borrowing of an aggregate amount not to exceed  
27 \$1,603,000, from the Fund for the purpose of financing a portion of the cost of said  
28 Projects; and authorized and directed the General Manager of the Anchorage  
29 Water and Wastewater Utility ("AWWU") to complete and submit to the State  
30 Department of Environmental Conservation ("DEC") applications to borrow money  
31 from the Fund and to negotiate with the DEC the terms of such loans; and

32  
33 **WHEREAS**, AWWU has submitted the applications for loans in connection with said  
34 projects, said applications for these loans have been approved, and AWWU has  
35 negotiated the terms of these loans from the Fund in the aggregate amount of  
36 \$1,603,000 to finance a portion of the cost of the Projects; and

37  
38 **WHEREAS**, the terms and conditions of said loans are contained in the Alaska  
39 Clean Water Fund Loan Agreements between the Municipality and DEC; and

**WHEREAS**, it is hereby found to be in the best interest of the Municipality that terms of said loan offers be approved and that the Loan Agreements be executed on behalf of the Municipality; and

**WHEREAS**, at its October 3, 2007 meeting, the AWWU Authority Board supported this resolution to accept and appropriate funding from said loan agreements for these projects; now, therefore,

**THE ANCHORAGE ASSEMBLY RESOLVES:**

**Section 1. Loan Proceeds:** The subject loan proceeds in the aggregate amount of One million six hundred three thousand Dollars (\$1,603,000) are hereby accepted and appropriated.

**Section 2. Loan Terms:** The following primary terms of the loans are among those incorporated in the Loan Agreement as hereby specifically approved:

Principal Amount: Not to exceed \$1,603,000 (subject to individual draws)

Interest Rate: 1.5% per annum

Interest Accrual: Accrual of interest will begin one year after the date of the first disbursement to the Municipality.

Term: Twenty years from the date of initiation of operation of the respective Project

Date of First Payment: One year following substantial completion and initiation of operation of the respective Project

Payment Interval: Annual

Amortization Schedule: Level, fully amortizing

Security: A subordinate lien pledge of the Gross Revenues less the Operating Expenses of the System as those terms are defined in Ordinance No. AO No. 99-119(S), provided that if such monies are not sufficient, repayment of the loan shall be from any legally available funds accruing to or in the possession of the Municipality; and provided further that repayment of the loan is not a direct obligation of the Municipality and neither the faith and credit nor the taxing power of the Municipality are pledged therefore.

**Section 3. Approval and Executing of Loan Agreements:** The loan offers are approved and the Mayor, with the Chief Fiscal Officer of the Municipality and the General Manager of AWWU, are hereby authorized, empowered and directed to execute and deliver the Loan Agreements for and on behalf of the Municipality, including necessary counterparts, and, from and after the executing and delivery of the Loan Agreements, the Mayor, the Chief Fiscal Officer of the Municipality and the General Manager of AWWU, are hereby authorized, empowered and directed to do all such acts and things and to execute all such documents as may be necessary to carry out and comply with the provisions of the Loan Agreements as executed.

**Section 4. Effective Date:** This Resolution shall take effect immediately upon passage and approval by the Assembly.

PASSED AND APPROVED by the Anchorage Assembly this 6<sup>th</sup> day of November, 2007.

  
Chair

*Area Capital Improvement Fund:*

*Fund 551 Account 1071 Project ID 0000003339*

*\$846,000 (Designated Loan)*

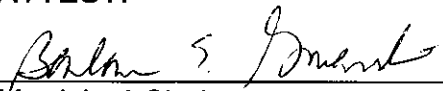
*Fund 551 Account 1071 Project ID 0000002189*

*\$505,000 (Designated Loan)*

*Fund 551 Account 1071 Project ID 0000002167*

*\$252,000 (Designated Loan)*

ATTEST:

  
Municipal Clerk

# MUNICIPALITY OF ANCHORAGE

## ASSEMBLY MEMORANDUM

No. AM 652 -2007

Meeting Date: October 23, 2007

From: Mayor

Subject: **A RESOLUTION OF THE MUNICIPALITY OF ANCHORAGE, ALASKA, ACCEPTING AND APPROPRIATING THREE STATE OF ALASKA CLEAN WATER FUND LOAN OFFERS IN THE AGGREGATE AMOUNT OF ONE MILLION SIX HUNDRED THREE THOUSAND DOLLARS (\$1,603,000) FOR FINANCING A PORTION OF THE COSTS OF THE SECURITY IMPROVEMENTS (MULTI-SITE) (\$846,000), TURNAGAIN C-F INTERCEPTOR UPGRADE (\$505,000), AND EAGLE RIVER WASTEWATER TREATMENT FACILITY GRAVITY THICKENER (\$252,000) PROJECTS**

The Municipality of Anchorage has received formal Alaska Clean Water Fund loan offers from the State of Alaska for the purpose of financing a portion of the cost of the Security Improvements (Multi-Site), Turnagain C-F Interceptor Upgrade, and Eagle River Wastewater Treatment Facility Gravity Thickener projects.

These loan offers are made under the State's low-interest revolving loan program, which is attractive to the Municipality due to the low interest rate of 1.5% and the favorable payback terms of twenty years from one year after project's date of initiation of operation.

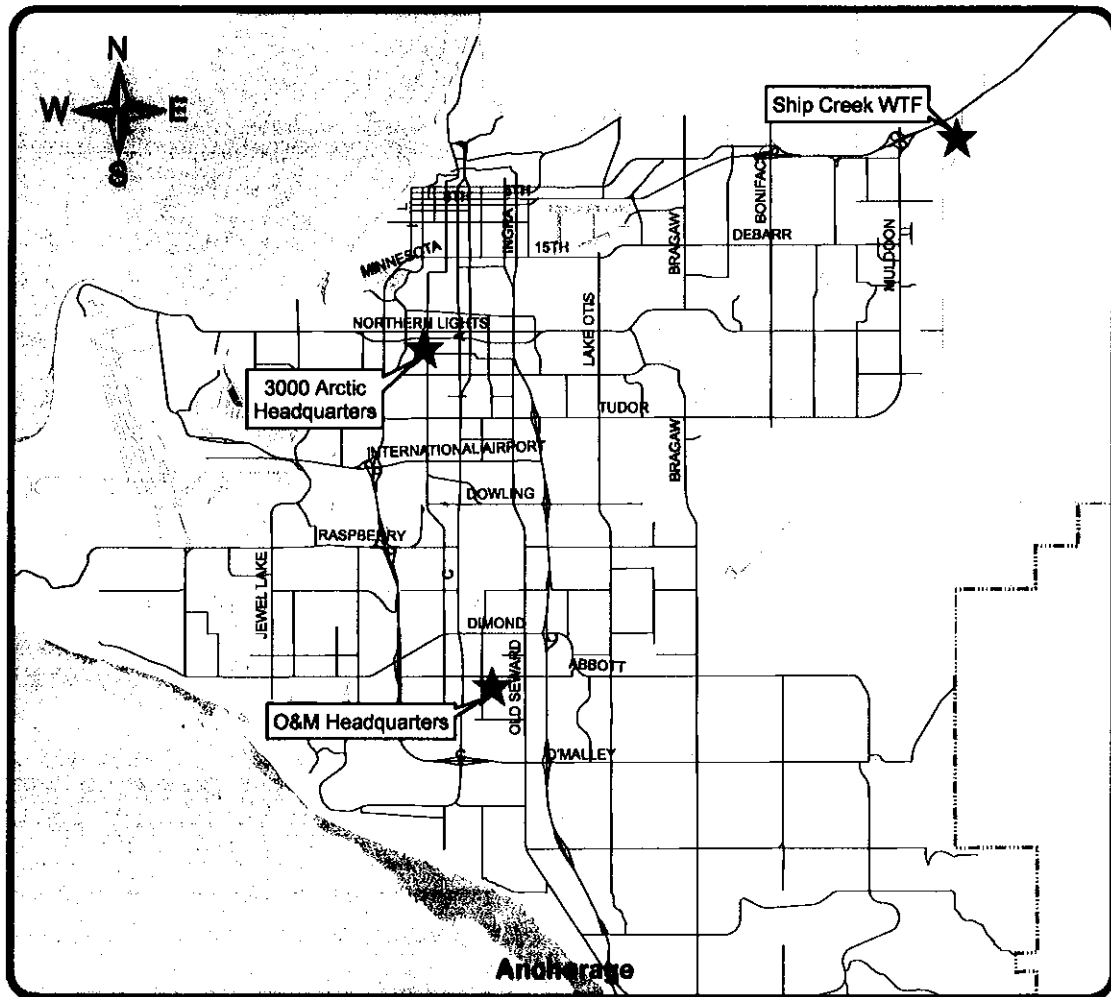
At its October 3, 2007 meeting, the AWWU Authority Board supported this resolution to accept and appropriate funding from said loan agreements for these projects.

**THE ADMINISTRATION CONCURS IN THE AWWU BOARD RECOMMENDATION AND REQUESTS APPROVAL OF THIS RESOLUTION ACCEPTING AND APPROPRIATING THREE STATE OF ALASKA CLEAN WATER FUND LOAN OFFERS IN THE AGGREGATE AMOUNT OF ONE MILLION SIX HUNDRED THREE THOUSAND DOLLARS (\$1,603,000) FOR FINANCING A PORTION OF THE COSTS OF THE SECURITY IMPROVEMENTS (MULTI-SITE), TURNAGAIN C-F INTERCEPTOR UPGRADE, AND EAGLE RIVER WASTEWATER TREATMENT FACILITY GRAVITY THICKENER PROJECTS**

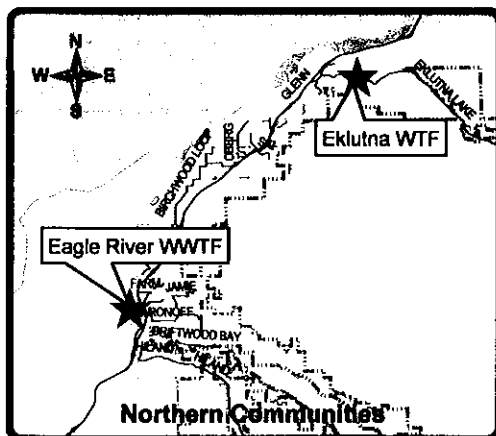
Prepared by: Anchorage Water & Wastewater Utility  
Recommended by: Mark Premo, P.E., General Manager, AWWU

Concur: Sharon Weddleton, CPA, CFO  
*Fund 551 Account 1071 Project ID 0000003339 - \$846,000 (Designated Loan)*  
*Fund 551 Account 1071 Project ID 0000002189 - \$505,000 (Designated Loan)*  
*Fund 551 Account 1071 Project ID 0000002167 - \$252,000 (Designated Loan)*

Concur: James N. Reeves, Municipal Attorney  
Concur: Denis C. LeBlanc, Municipal Manager  
Respectfully submitted: Mark Begich, Mayor



Maps not to scale



★ Project Areas

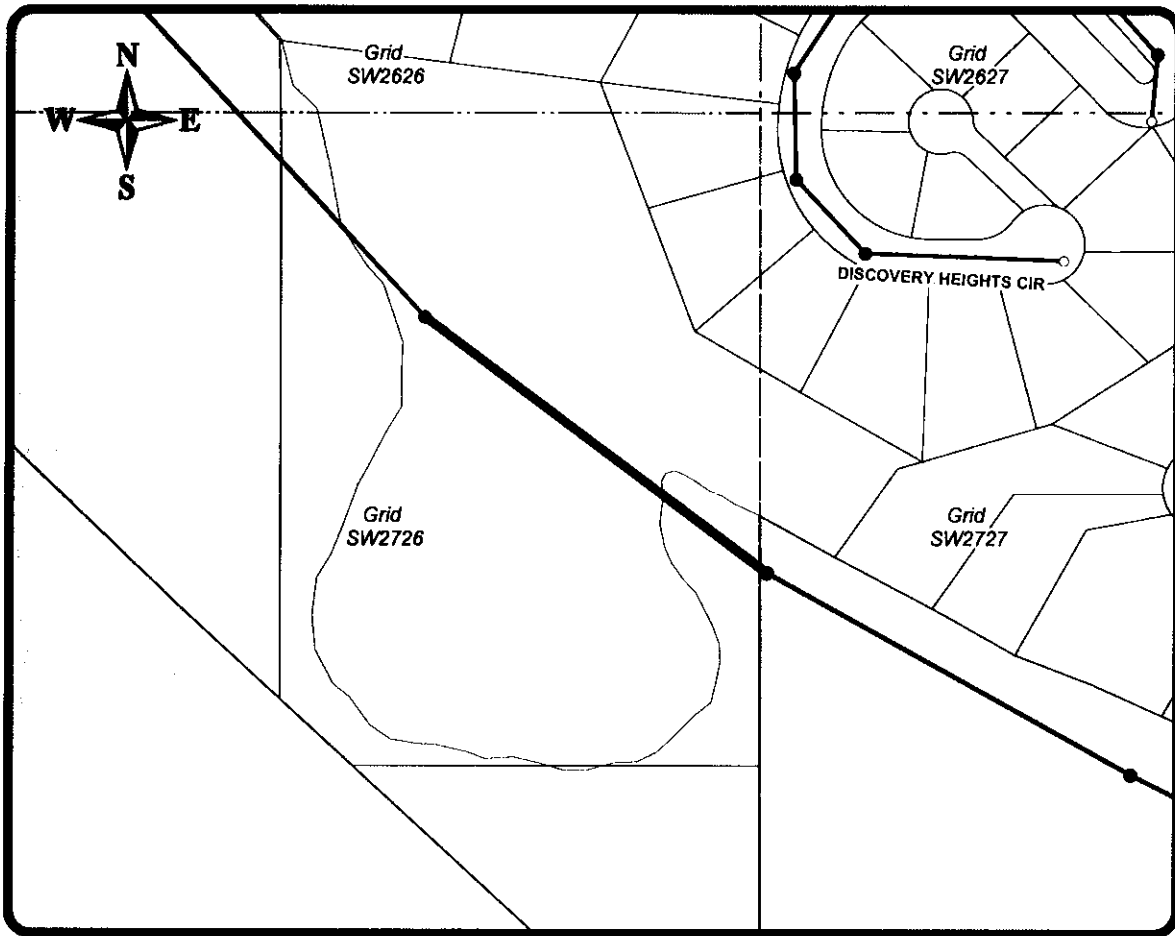


## Multi Site Security Improvements

Map Created  
by AJU  
8-14-07





PeopleSoft Project ID  
0000003339 / 0000003340

Anchorage Water & Wastewater Utility



Maps Not-to-Scale

## LEGEND

-  Proposed Sewer Mains
-  Existing Sewer Mains
-  Existing Manholes
-  Project Map Area

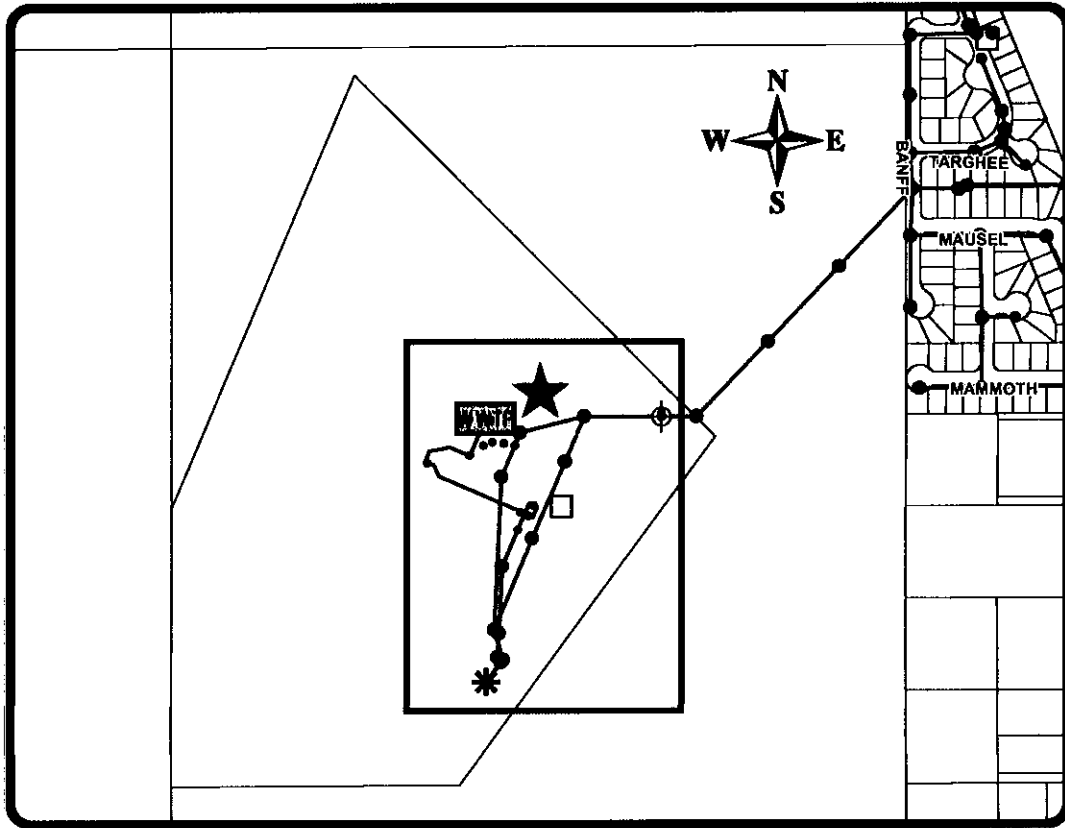


Map Created  
by AJU  
10/10/2005

## Turnagain\_C-F\_Interceptor\_Upgr

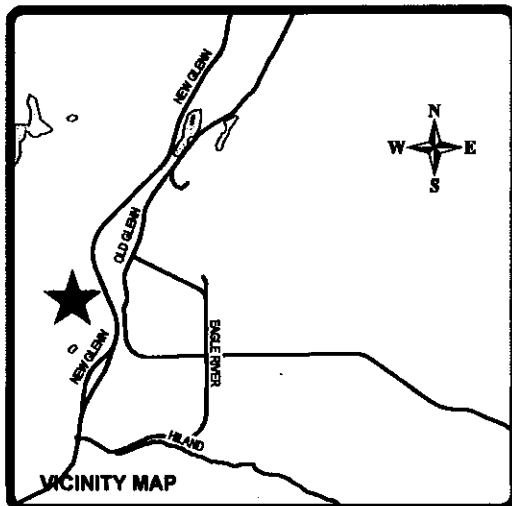
People Soft Project ID 0000002189

Anchorage Water & Wastewater Utility






PROJECT MAP GRID NW0150

Maps Not-to-Scale



G:\AWWU Common\Capital Budget\FAR\000002167...

## Legend

-  Proposed Project Area
-  Existing Sanitary Sewer
-  Approximate location



Map Created  
2/25/04 SDN  
PM ID:

## Eagle River Wastewater Treatment Facility

(ERWWTF-Gravity\_Thickener\_Upgr)  
PeopleSoft Project ID 000002167  
Anchorage Water & Wastewater Utility

**Content Information**

**Content ID :** 005575

**Type:** AR\_FundsApprop - Funds Approp Resolution

**Title:** ACCEPTING AND APPROPRIATING THREE STATE OF ALASKA  
CLEAN WATER FUND LOAN OFFERS IN THE AGGREGATE AMOUNT  
OF ONE MILLION SIX HUNDRED THREE THOUSAND DOLLARS  
(\$1,603,000)

**Author:** gibsonam

**Initiating Dept:** AWWU

**Date Prepared:** 10/5/07 3:27 PM

**Director Name:** Mark Premo

**Assembly Meeting Date:** 10/23/07

**Public Hearing Date:** 11/6/07

2007 OCT 19 11:04 AM  
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**Workflow History**

Workflow Name	Action Date	Action	User	Security Group	Content ID
FundsAppropWorkflow	10/5/07 3:28 PM	Checkin	gibsonam	Public	005575
AWWU_SubWorkflow	10/5/07 3:43 PM	Approve	premomc	Public	005575
FundsAppropWorkflow	10/11/07 9:18 AM	Reject	mitsonjl	Public	005575
FundsAppropWorkflow	10/12/07 11:53 AM	Checkin	gibsonam	Public	005575
AWWU_SubWorkflow	10/15/07 4:07 PM	Approve	premomc	Public	005575
OMB_SubWorkflow	10/16/07 7:48 AM	Approve	mitsonjl	Public	005575
Finance_SubWorkflow	10/16/07 1:55 PM	Approve	weddletonsb	Public	005575
MuniManager_SubWorkflow	10/19/07 9:01 AM	Approve	leblancdc	Public	005575
MuniMgrCoord_SubWorkflow	10/19/07 10:57 AM	Approve	abbottmk	Public	005575