

PUBLIC WORKS AND UTILITIES COMMITTEE

09-0368R

RESOLUTION AUTHORIZING A \$2,010,000 GRANT AGREEMENT BETWEEN THE CITY OF DULUTH AND THE UNITED STATES DEPARTMENT OF THE ARMY FOR LIFT STATION NO. 6 RECONSTRUCTION, COLLECTION SYSTEM AND DIVERSION STRUCTURE PIPING IMPROVEMENTS.

CITY PROPOSAL:

RESOLVED, that the proper city officials are hereby authorized to enter into an agreement with the United States department of the Army, authorizing the city to accept a grant in the estimated amount of \$2,010,000 for the Lift Station No. 6 reconstruction and collection system and diversion structure piping improvements project, which funds shall be deposited into the Clean Water Fund 0532, Department 500, Revenue Source 4209-01, City Project No. 0802SN.

FURTHER RESOLVED, that the city understands that these COE Section 569 funds are available on a 75 percent/25 percent local sponsor matching basis. The city intends to match funds from a public facilities authority loan which the city estimates to be \$1,000,000 or the as-bid costs of the project.

Approved:

Approved for presentation to council:

Department Director

Chief Administrative Officer

Approved as to form:

Approved:

Attorney

Auditor

ENG MJG: jh 5/21/2009

STATEMENT OF PURPOSE: The city of Duluth is under consent decree orders from the US EPA/DOJ to eliminate sanitary sewer overflows. The east interceptor is one of the overflow points that the city is mandated to eliminate. This resolution will authorize execution of a \$2,010,000 grant agreement with the U.S. Army Corps of Engineers to fund a portion of the Lift Station No. 6 collection system and diversion structure piping improvements costs. This grant is being made pursuant to Section 569 of the Federal Water Resources Development Act of 1999.