

PUBLIC WORKS & UTILITIES COMMITTEE

11-0057R

RESOLUTION AUTHORIZING APPLICATION TO THE MINNESOTA PUBLIC FACILITIES AUTHORITY TO ENTER INTO A LOAN AGREEMENT FOR WATER DISTRIBUTION SYSTEM IMPROVEMENTS FOR DULUTH'S RIVERSIDE COMMUNITY.

CITY PROPOSAL:

THE CITY COUNCIL FINDS:

That the city of Duluth is undertaking a major utility and street improvement project for Duluth's Riverside community.

Studies and history have shown that an area-wide replacement of water mains in Riverside is needed.

The estimated cost of replacement of water mains is \$1,645,155, and the Public Facilities Authority (PFA) may have loan monies available to finance the project costs.

To receive this money, the city must submit required information to enter into a loan agreement with the Minnesota Public Facilities Authority.

RESOLVED, that the proper city officials are hereby authorized to submit an application to enter into a loan agreement with the Minnesota Public Facilities Authority for funding of the Riverside water distribution improvements as described in the application.

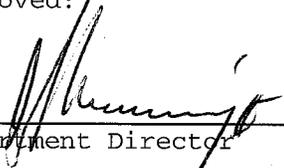
FURTHER RESOLVED, that the city of Duluth has the legal authority to apply for the money, and the financial, technical and managerial capacity to ensure proper construction, operation and maintenance of the project for its design life.

FURTHER RESOLVED, that the city of Duluth estimates the loan amount to be \$1,645,155 or the as-bid costs of the project, and the city's matching funds will be payable from the Water Bond Fund 511, Department/Agency 500, Object 5532, city project no. 0699SN/TR.

FURTHER RESOLVED, that the city hereby expresses its official intent to use proceeds of this loan to reimburse engineering and construction expenditures made

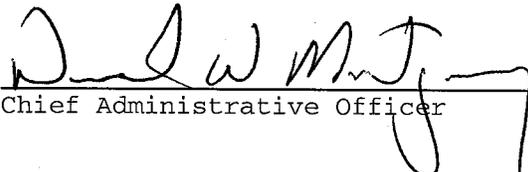
prior to the issuance of its general obligation bond to the Public Facilities Authority.

Approved:



Department Director

Approved for presentation to council:



Chief Administrative Officer

Approved as to form:



Attorney

Approved:



Auditor

ENG MJG:jh 1/26/2011

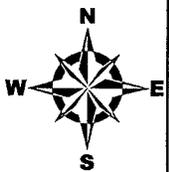
STATEMENT OF PURPOSE: This resolution will authorize the submission of an application to enter into a loan agreement with the Minnesota Public Facilities Authority for Riverside's water distribution system improvements.

Grand Ave

St Louis Ct

E Penton Blvd

W Penton Blvd



0699SN

PROPOSED WATER
DISTRIBUTION SYSTEM

