

RESOLUTION NO. _____

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF OLYMPIA, WASHINGTON,
AUTHORIZING THE CITY MANAGER TO APPLY FOR A PUBLIC WORKS TRUST FUND LOAN FOR
THE FONES ROAD IMPROVEMENT PROJECT**

WHEREAS, the Fones Road project is the City's highest priority for funding in transportation, and construction of the Fones Road improvement project is scheduled for 2022 and 2023; and

WHEREAS, the Fones Road improvement project is included in the Transportation Master Plan and the 2021-2026 Capital Facilities Plan, and the scope of the Fones Road project is consistent with the City's comprehensive plan goals for a more human-scale, multimodal street; and

WHEREAS, the total cost of the project, including design, is estimated to be between \$15 and \$17 million, with \$13 million in funding confirmed from a variety of sources; and

WHEREAS, several direct allocations for funding the project are pending, including \$6 million in Federal stimulus funds and \$6 million in State stimulus funds, however, should the stimulus funds not be awarded, a Public Works Trust Fund Loan would be an appropriate funding source for the remaining funds needed for construction of the project; and

WHEREAS, staff is proposing that a Public Works Trust Fund loan be pursued for \$5 million with a 20-year term. Interest rates for Public Works Trust Fund Loans range from .23% - .94%, with anticipated debt service from \$255,000 - \$275,000 per year;

NOW, THEREFORE, THE OLYMPIA CITY COUNCIL DOES HEREBY RESOLVE as follows:

1. The Olympia City Council hereby authorizes the application for a Public Works Trust Fund Loan for the Fones Road Improvement Project and the terms and conditions contained therein.
2. The City Manager or his designee is directed and authorized to execute on behalf of the City of Olympia the application for a Public Works Trust Fund Loan, and any other documents necessary to obligate funds for the Fones Road Improvement Project, and to make any minor modifications as may be required and are consistent with the intent of the loan Application, or to correct any scrivener's errors.

PASSED BY THE OLYMPIA CITY COUNCIL this _____ day of _____ 2021.

MAYOR

ATTEST:

CITY CLERK

APPROVED AS TO FORM:

Mark Barber

CITY ATTORNEY