

RESOLUTION NO. _____

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF OLYMPIA, WASHINGTON,
APPROVING THE APPLICATION OF A LOAN TO REHABILITATE THE BOULEVARD
ROAD RESERVOIR AND AUTHORIZING THE CITY MANAGER TO EXECUTE, IF
AWARDED, ALL DOCUMENTS NECESSARY TO FULFILL THE TERMS OF THE LOAN.**

WHEREAS, the City's 2.4 MG Boulevard Reservoir is a 100-foot-tall, 66-foot-diameter welded steel tank constructed in 2001, located on the southwest side of Log Cabin and Boulevard Roads; and

WHEREAS, in 2017 and 2018, Consultants evaluated the reservoir and recommended that the interior tank be recoated, various safety-related deficiencies be corrected and a seismic retrofit be performed; and

WHEREAS, failure of the Boulevard Reservoir facility in an earthquake or other natural disaster would significantly jeopardize the Drinking Water Utility's ability to supply water to the community; and

WHEREAS, the project is included in the proposed 2021-2026 Capital Facilities Plan (CFP); and

WHEREAS, the 2020 Washington State Department of Health Drinking Water State Revolving Fund (DWSRF) Construction Loan Program provides low-interest construction loans to municipal drinking water systems for capital improvements that increase public health protection and compliance with drinking water regulations; and

WHEREAS, the total project cost is estimated at \$2,658,320; and

WHEREAS, the interest on the DWSRF Construction Loan is 1.75 percent over 20 years and, if project is completed within 24 months of contract execution, the loan may be eligible for a reduction in the interest rate to 1.25 percent;

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

1. The City's Drinking Water Utility is authorized to pursue the 2020 Washington State Department of Health Drinking Water State Revolving Fund Construction Loan Program to fund the cost of rehabilitating the Boulevard Road Reservoir.
2. The City agrees to comply with the terms of the DWSRF Construction Loan Program.
3. If the City is awarded the DWSRF Construction Loan, the City Manager or his designee is directed and authorized to execute on behalf of the City of Olympia the DWSRF Construction Loan Program Agreement, and any other documents necessary to fulfill

the requirements of the Loan, and to make any minor modifications to the Agreement as may be required and are consistent with its intent, and to correct any scrivener's errors.

PASSED BY THE OLYMPIA CITY COUNCIL this _____ day of _____ 2020.

MAYOR

ATTEST:

CITY CLERK

APPROVED AS TO FORM:



DEPUTY CITY ATTORNEY