1	CITY OF HOMER
2	HOMER, ALASKA
3	City Manager
4	Public Works Directo
5 6	RESOLUTION 25-047(S)(A-2)
7	A RESOLUTION OF THE CITY COUNCIL OF HOMER, ALASKA
8	AUTHORIZING THE EXECUTION AND DELIVERY OF A LOAN
9	AGREEMENT REQUIRED BY THE STATE OF ALASKA DEPARTMENT
10	OF ENVIRONMENTAL CONSERVATION UNDER ITS DRINKING
11	WATER REVOLVING LOAN PROGRAM IN CONNECTION WITH A
12	FULLY FORGIVEN LOAN IN AN AMOUNT NOT TO EXCEED \$491,400
13	TO ASSIST IN FINANCING THE OHLSON LANE AND BUNNELL
14	AVENUE WATER MAIN REPLACEMENT PROJECT.
15	
16	WHEREAS, The City of Homer, Alaska ("City") is a first class city organized and existing
17	under the Constitution and laws of the State of Alaska and may exercise all legislative power
18	not prohibited by law and the City has determined that matters set forth in this resolution are
19	not prohibited by law; and
20	WUEDEAG D D L
21	WHEREAS, Pursuant to Resolution No. 23-070, adopted by the City Council on July 24
22 23	2023, the City Manager was authorized to apply for a loan from the State of Alaska, Departmen of Environmental Conservation ("ADEC"), from amounts held in its Drinking Water Revolving
23 24	Loan Program Fund, to assist in financing the design and construction of the water main
25	replacement project in connection with the Ohlson Lane/Bunnell Avenue Restoration projec
26	("Project"); and
27	
28	WHEREAS, By letter dated June 15, 2025, ADEC has conditionally approved the City's
29	application for an amount not to exceed Four Hundred Ninety-One Thousand Four Hundred
30	and No/100 Dollars (\$491,400.00), subject to terms and conditions set forth in a loan agreemen
31	("Loan Agreement") attached hereto; and
32	
33	WHEREAS, ADEC has represented to City staff that the ADEC Project loan is subject to
34	one hundred percent (100%) loan forgiveness, with such term being set forth in the Loan
35	Agreement; and
36	WITEDEAG WITH A LINE OF THE COLUMN AT A LINE OF THE CO
37	WHEREAS, it is in the best interest of the City to authorize the execution and delivery o
38 39	the Loan Agreement by the City to secure the ADEC funding to assist in funding costs of the Project.
39 40	r roject.
40 41	NOW THEREFORE BE IT RESOLVED BY THE COUNCIL OF THE CITY OF HOMER

ALASKA:

42 43

Section 1. The Council hereby authorizes the City to borrow funds from the Alaska 44 Department of Environmental Conservation ("ADEC"), in an amount not to exceed Four 45 Hundred Ninety-One Thousand Four Hundred and No/100 Dollars (\$491,400.00), subject to 46 repayment of such funds being fully forgiven by an ADEC subsidy. Such funds are being secured 47 by the City to pay costs of the Project (as defined above). 48 49 Section 2. The Council hereby approves and authorizes the **negotiation**, execution 50 and delivery by the City Manager of the Loan Agreement ("Loan Agreement") by and between 51 the City and ADEC, in substantially the draft form presented to Council at this meeting, with 52 such changes deemed by the City Manager to be appropriate and in the best interest of 53 54 **the City.** The City Manager is further authorized to delegate responsibility to appropriate City of Homer staff to carry out technical, financial, and administrative activities in connection with 55 56 the Loan Agreement. 57 58 Section 3. That this Resolution shall take effect immediately upon passage. 59 PASSED AND ADOPTED by the Homer City Council this 28th of July, 2025. 60 61

RACHEL LORD, MAYOR

CITY OF HOMER

ATTEST:

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RENEE KRAUSE, MMC, CITY CLERK

Fiscal Note: See Memorandum CC-25-132(A)

