

REQUEST FOR CITY COUNCIL CONSIDERATION

Meeting Date: February 20, 2007

Agenda Item: 7C	Prepared By: William P. Harrison Date: February 13, 2007
Agenda Section: Business: RESOLUTION(S)	
Subject: APPLICATION TO STATE REVOLVING LOAN FUND	Department: Finance

BACKGROUND: City Council is requested to consider resolutions expressing the intent of the City of Marco Island to apply for funding for the 2007 projects of the Septic Tank Replacement Program from the State Revolving Loan Fund.

The City has contracted with Angie Brewer & Associates to work with the City to obtain funding from this source. On January 22, 2007, the City approved the Capital Facilities Plan for both Water and Wastewater. For wastewater projects, the current annual interest rate for the State Revolving Loan Fund is 2.97%, compared to 20-year utility revenue bonds in the range of 4.25 to 4.50%. This subsidized loan program replaces the old Federal Department of Environmental Protection direct grant program to local wastewater jurisdictions.

The 2007 areas to receive central sewer service from the Septic Tank Replacement Program include the North Barfield, West Winterberry, and three areas that are combined into the North Marco area. In addition, a separate contract has been awarded for the construction of lift stations.

RECOMMENDED ACTION: Approval of four separate resolutions expressing the intent of the City to apply for funding for the 2007 sewer assessment areas of the Septic Tank Replacement Program from the State Revolving Loan Fund.

Reviewed by Department Director	Reviewed by City Manager
Council Action: Motion by:	Second by: