



MEMORANDUM TO VENICE CITY COUNCIL

THROUGH CHARTER OFFICER: Edward Lavalley, City Manager **E-SIGN:**

FROM: Brenda Westlake, Grants Coordinator *BW*

Javier A. Vargas, MPA, Utilities Director

DEPARTMENT: Utilities

DATE: 1/9/2024

MEETING DATE: 1/23/2024

SUBJECT / TOPIC: SRF Loan Application – Loan WW58047 – Aquifer Storage & Recovery Well Project

BACKGROUND INFORMATION:

The SRF Loan is for the construction of the new reclaimed water aquifer storage and recovery well (ASR) system at the Eastside Water Reclamation Facility. The ASR system will store and recover excess reclaimed water that is currently being disposed of at other facilities. Due to the seasonal variability in reclaimed water supply and demand, storing excess reclaimed water during low demand periods and recovering it during peak demands allows for more use of the reclaimed water, thereby reducing demands on more costly potable and fresh water supply.

The City of Venice ASR project was placed on the SRF Fundable List in November 2023, and the city will need to submit this SRF Loan Application and Loan Resolution to secure the funds. The funds will be used for construction costs on a reimbursement basis. The total disburseable amount of the loan is \$5,549,845 and the estimated interest rate is 1% with a 20-year repayment.

SUPPORTS STRATEGIC PLAN: Goal Four: Upgrade and Maintain City Infrastructure and Facilities

COUNCIL ACTION REQUESTED: For Council Adoption by Consent Motion
Execute SRF Loan Application and approve Loan Resolution.

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- | Yes | N/A | |
|-------------------------------------|--------------------------|--|
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | Document(s) Reviewed for ADA compliance (required if for agenda posting) |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | City Attorney Reviewed/Approval |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | Risk Management Review |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | Finance Department Review/Approval |
| | | Funds Availability (account number): 412-1204-535.63.00 |