



CITY OF VENICE

401 W. Venice Avenue, Venice FL
34285

(941) 485-2626

TO: Ed Lavalley, City Manager *EL*
THROUGH: Linda Senne, Finance Director *LS*
Tim Hochuli, Utility Director *TAH*
Tony Wierzbicki, Utilities Project Manager *TW*
FROM: Brenda Westlake, Grants Coordinator *BW*
DATE: January 3, 2017
CITY COUNCIL MEETING: January 10, 2017
SUBJECT: Florida Department of Environmental Protection (FDEP) State Revolving Fund (SRF)
Clean Water SRF Loan Agreement WW580440 - Reclaimed Water Distribution System
Improvements

Background: The City Council approved the FDEP SRF Loan Application at the October 25, 2016 City Council Meeting (Resolution 2016-30). After City Council approval, this application was submitted to FDEP.

The City received the Draft Loan Agreement on December 29, 2016 for review. The initial SRF Loan Application had an estimated interest rate of 1% but the actual interest rate in the Loan Agreement is 0%. Currently the interest rate is at 1% however we are receiving a 1% rate reduction due to the Davis-Bacon Act and American Iron and Steel requirements in the loan agreement which resulted in the 0% interest rate. This loan agreement is for the Utilities Reclaimed Water Distribution System Improvements and the total loan principal is \$1,002,708. The first semi-annual loan repayment is scheduled for July 15, 2018.

Once the SRF Loan Agreement is fully executed the City will receive funds via Reimbursement Requests.

Requested Action:

- Please initial this Memo
- Request the City Council to execute the Loan Agreement

City Attorney

- City Attorney reviewed and approved

Risk Management

- Risk Management reviewed and approved

Finance:

- Bond Council reviewed and approved