City of Biggs

Agenda Item Staff Report
for the Regular City Council Meeting:
August 9, 2016

TO: Honorable Mayor and Members of the City Council
FROM: Mark Sorensen, City Administrator
Subject: Wastewater Project Phase 2 Financing Pledge of Revenues

Background:

In the process of obtaining a financing arrangement for the Phase 2 wastewater project, we are now at the level where the SRF Finance Department reviews the application documentation. SRF Finance Department has request a slight rewording of the pledge of revenues resolution, attached.

Once SRF Finance Department concludes their review, the application package moves to the SRF Legal Department for final review.

Recommendation: Approve: **RESOLUTION NO. 2016-16**

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF BIGGS DEDICATING PLEDGED REVENUES AND FUND FOR THE CLEAN WATER STATE REVOLVING FUND FINANCING OF THE WASTEWATER TREATMENT PLANT UPGRADE – PHASE 2

_____
Mark Sorensen, City Administrator

RESOLUTION NO. 2016-16

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF BIGGS DEDICATING PLEDGED REVENUES AND FUND FOR THE CLEAN WATER STATE REVOLVING FUND FINANCING OF THE WASTEWATER TREATMENT PLANT UPGRADE – PHASE 2

WHEREAS, the City of Biggs has applied for financing of the Wastewater Treatment Plant Upgrade – Phase 2, to the Clean Water State Revolving Fund (CWSRF); and,

WHEREAS, the CWSRF requires a dedicated source of revenue for repayment of any financial assistance (except for grants); and,

WHEREAS, the City Council of the **City of Biggs,** in accordance with procedures required in Proposition 218, has adopted new rates to be effective on July 1, 2013; now therefore.

THEREFORE BE IT RESOLVED, City of Biggs (the "Entity") hereby dedicates and pledges the Net Revenues of the Sewer Enterprise Fund and the Sewer Enterprise Fund to payment of any and all Clean Water State Revolving Fund financing for WWTP Upgrades - Phase 2 (7844-110). The Entity commits to collecting such revenues and maintaining such fund(s) throughout the term of such financing and until the Entity has satisfied its repayment obligation thereunder unless modification or change is approved in writing by the State Water Resources Control Board. So long as the financing agreement(s) are outstanding, the Entity's pledge hereunder shall constitute a lien in favor of the State Water Resources Control Board on the foregoing fund(s) and revenue(s) without any further action necessary. So long as the financing agreement(s) are outstanding, the Entity commits to maintaining the fund(s) and revenue(s) at levels sufficient to meet its obligations under the financing agreement(s).

I do hereby certify that the foregoing is a full, true, and correct copy of a resolution duly and regularly adopted at a meeting of the City Council of the City of Biggs held on the 9th Day of August, 2016, by the following vote:

AYES:	Council Members:	_____
NOES:	Council Members:	_____
ABSENT:	Council Members:	_____
ABSTAIN:	Council Members:	_____

ATTEST:

_____ _____

Roben Dewsnup, CITY CLERK Roger Frith, MAYOR