



Legislation Details (With Text)

File #: 0153-2010 **Version:** 1

Type: Ordinance **Status:** Passed

File created: 1/15/2010 **In control:** Utilities Committee

On agenda: 2/22/2010 **Final action:** 2/24/2010

Title: To authorize the Director of Public Utilities to apply for, accept, and enter into three (3) Ohio Water Development Authority Local Government Agency Loan Program loan agreements for the financing of the construction of water system and infrastructure improvements; and to designate a repayment source for the loans.

Sponsors:

Indexes:

Code sections:

Attachments:

Date	Ver.	Action By	Action	Result
2/24/2010	1	CITY CLERK	Attest	
2/23/2010	1	MAYOR	Signed	
2/22/2010	1	Columbus City Council	Approved	Pass
2/22/2010	1	COUNCIL PRESIDENT PRO-TEM	Signed	
2/8/2010	1	Columbus City Council	Read for the First Time	
1/26/2010	1	Utilities Drafter	Sent for Approval	
1/26/2010	1	CITY ATTORNEY	Reviewed and Approved	
1/26/2010	1	Utilities Drafter	Sent for Approval	
1/26/2010	1	Auditor Reviewer	Reviewed and Approved	
1/26/2010	1	CITY AUDITOR	Reviewed and Approved	
1/26/2010	1	Utilities Drafter	Sent for Approval	
1/26/2010	1	Finance Reviewer	Reviewed and Approved	
1/26/2010	1	Finance Reviewer	Reviewed and Approved	
1/26/2010	1	FINANCE DIRECTOR	Reviewed and Approved	
1/26/2010	1	Utilities Drafter	Sent to Clerk's Office for Council	
1/25/2010	1	EBOCO Reviewer	Sent for Approval	
1/25/2010	1	ODI DIRECTOR	Reviewed and Approved	
1/21/2010	1	Utilities Drafter	Sent for Approval	
1/20/2010	1	Utilities Drafter	Sent for Approval	
1/20/2010	1	Utilities Reviewer	Sent for Approval	
1/20/2010	1	UTILITIES DIRECTOR	Reviewed and Approved	
1/19/2010	1	Utilities Reviewer	Reviewed and Approved	

1/15/2010	1	Utilities Drafter	Sent for Approval
1/15/2010	1	Utilities Reviewer	Reviewed and Approved
1/15/2010	1	Utilities Drafter	Sent for Approval

1. BACKGROUND

Need: The Ohio Water Development Authority (OWDA) requires this legislation which authorizes the Director of Public Utilities to apply for and execute three (3) OWDA Local Government Agency Loan Program loan agreements for construction of three water projects as identified in Section 1. under the direction of the Division of Power and Water (Water Section). These Capital Improvement Projects are being financed through the OWDA Local Government Agency Loan Program and are administered by the Ohio Water Development Authority (OWDA). This loan program provides low-interest rate loans for municipal water utility capital improvements.

FISCAL IMPACT

Budgeted Amount: There is sufficient budget authority in the 2010 Water System Operating Fund for application fee expenditures. This loan will be paid off over a 20-year period from water system fees (dedicated source of repayment). Water rate increases have been projected and planned in anticipation of these projects and loans.

To authorize the Director of Public Utilities to apply for, accept, and enter into three (3) Ohio Water Development Authority Local Government Agency Loan Program loan agreements for the financing of the construction of water system and infrastructure improvements; and to designate a repayment source for the loans.

WHEREAS, the Department of Public Utilities is scheduled to prepare loan applications for submittal to the Ohio Water Development Authority (OWDA) under the Local Government Agency Loan Program to finance, through below-market interest rate loans, the construction of three Capital Improvement Projects under the Division of Power and Water (Water Section), the financial assistance for which will be of help in reducing the over-all project costs to the City's water rate payers; and

WHEREAS, prior to loan agreement approval by the OWDA, the loan applications and loan agreement documents require the City to submit to the OWDA a certified copy of approved City Council legislation which authorizes the Director of the Public Utilities Department to apply for and subsequently execute the loan agreements, and to authorize a dedicated source of loan repayment for the loans; Now Therefore:

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF COLUMBUS:

Section 1. That the Director of Public Utilities be, and hereby is, authorized to apply for, accept, and enter into three (3) Ohio Water Development Authority (OWDA) Local Government Agency Loan Program loan agreements, for the financing of three (3) Division of Power and Water (Water Section) projects, as described with the "not to exceed" construction project costs in parenthesis as follows:

1. Long Street Water Main Cleaning and Lining project, CIP No. 690368; (\$1,380,000.00)
2. HCWP Lagoon #1 Embankment Improvements project, CIP No. 690331; (\$3,450,000.00)
3. PAWP Sludge Disposal project; CIP No. 690414; (\$8,970,000.00)

Section 2. That water rates are hereby authorized to be the dedicated source of repayment for the Ohio Water Development Authority Loan Agreements.

Section 3. That this ordinance shall take effect and be in force from and after the earliest period allowed by law.

