

**RESOLUTION NO. 24-09**

**A RESOLUTION OF THE COUNCIL OF THE CITY OF SCAPPOOSE AUTHORIZING THE CITY MANAGER TO ENTER INTO A LOAN AGREEMENT WITH THE DEPARTMENT OF ENVIRONMENTAL QUALITY FOR THE PURPOSE OF FUNDING THE WASTEWATER TREATMENT PLANT PHASE I IMPROVEMENTS AND REPEALING RESOLUTION 20-03**

**Whereas**, Resolution No. 24-09 rescinds resolution No. 20-03; and

**Whereas**, the City of Scappoose entered into a loan agreement with the Department of Environmental Quality's Clean Water State Revolving Loan Fund as a means of providing funding for the Wastewater Treatment Plant Phase I improvements in 2020; and

**Whereas**, bids received by the City for construction of this project were far higher than the original loan amount of \$6,430,600 due to increased construction costs; and

**Whereas**, the Department of Environmental Quality will authorize a loan increase up to \$20,000,000 for the purpose of completing this project; and

**Whereas**, the loan will be for 30 years at 1.88% interest with an annual fee of 0.5% of the outstanding loan amount, to be collected twice annually thereafter; and


**Whereas**, if the City completes the project and there is no default on any of the terms of the loan, DEQ shall forgive \$500,000 of the loan on the date the first repayment is due.


**Now, therefore, be it resolved:**

1. The Scappoose City Council hereby authorizes the City Manager to enter into a loan agreement with DEQ's Oregon Clean Water Revolving Fund for \$20,000,000 on behalf of the City for design and construction of the Wastewater Phase I improvements.
2. This Resolution shall be effective upon passage.

**PASSED AND ADOPTED** by the Scappoose City Council and signed by me, and the City Recorder, in authentication of its passage on this 17<sup>th</sup> day of June, 2024

**CITY OF SCAPPOOSE, OREGON**

  
\_\_\_\_\_  
Mayor Joseph A. Backus

Attest:   
\_\_\_\_\_  
City Recorder Susan M. Reeves, MMC