

City Council – Action Request Form

Date: February 11, 2019

To: The City Manager

From: Damon C. Dequenne, Assistant City Manager
Lisa M. Saunders, Chief Financial Officer

Council Action Requested:

Consideration of a Resolution Accepting a North Carolina Drinking Water State Revolving Fund Loan for the Neilson Water Treatment Plant Modernization Project.

Strategic Focus Area: Service Excellence

Strategic Objective: Maintain Financial Strength

Strategic Plan Action Item: No

Key Work Item: No



Summary of Information:

Approval of the attached resolution accepts a loan from North Carolina Drinking Water State Revolving Fund in the amount of \$20,000,000.

On September 18, 2017, the City Council approved an application for a North Carolina Drinking Water State Revolving Fund Loan for the Neilson Modernization project. The North Carolina Local Government Commission formally approved the City of Winston-Salem as eligible to receive a Revolving Loan in the amount of \$20,000,000 for a term of 20 years and 1.82% interest rate on December 4, 2018. Interest begins to accrue from the date of project completion and repayments begin between 6 to 12 months after project completion. The closing fee is 2% of the loan balance.

Staff recommends approval.

Committee Action:

Committee	<u>Finance 2/11/19</u>	Action	<u>Approval</u>
------------------	------------------------	---------------	-----------------

For	<u>Unanimous</u>	Against	<u></u>
------------	------------------	----------------	---------

Remarks: