



The City of Huron, Ohio  
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Agenda for the regular session of City Council  
May 28, 2019 at 6:30p.m.

- I. **Call to order** Moment of Silence followed by the Pledge of Allegiance to the Flag
- II. **Roll Call of City Council**
- III. **Approval of Minutes** Regular meeting April 23, 2019
- IV. **Audience Comments** Citizens may address their concerns to City Council. Please state your name and address for the recorded journal. (3 minute time limit)
- V. **New Business**
  - Resolution 2019- 35 A resolution authorizing the submission of a loan application to the Ohio Environmental Protection Agency and the Ohio Water Development Authority for consideration of a Water Supply Revolving Loan Account for improvements in the Water Filtration Department.
  - Motion Setting a Public Hearing for the Fiscal Year 2020 Tax Budget on June 25, 2019 at 6:30pm.
- VI. **City Manager's Discussion**
- VII. **Mayor's Discussion**
- VIII. **For the Good of the Order**
- IX. **Executive Session**
- X. **Adjournment**



**TO:** Mayor Hartung and City Council  
**FROM:** Andrew D. White, City Manager  
**RE:** Resolution 2019-35  
**DATE:** May 21, 2019

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### **Subject Matter/Background**

Resolution 2019-35 will authorize the submission of a Water Supply Revolving Loan application and agreement with the Ohio Environmental Protection Agency and the Ohio Water Development Authority relative to the capital improvement projects in the Water Filtration Department associated with required equipment replacement to address Harmful Algal Blooms (HAB).

As explained by the Water Superintendent within the legislative request:

Part of the contract with Poggemeyer Design Group (Resolutions 2018-50 and 2018-51) included assistance in securing funding for the sludge rake / tube settler project. The first attempt and goal is to try and secure 0% interest funding which is still available for projects related to the treatment and removal of algal toxins. Legislation authorizing the submission is a requirement of this loan application package.

The project deadline has been extended by the OEPA to May 31, 2020. Poggemeyer anticipates the OEPA will be reviewing the plans into July 2019. We would at this time anticipate going out to bid in late July / early August.

### Anticipated Costs:

Base project – Sludge rakes: \$930,000.00 (*mandated improvement by OEPA*)

Alternate 1 – Addition of tube settlers: \$770,000.00

Alternate 2 – Metal Building and open decking: \$350,000.00

Grand total if all selected: \$2,005,000.00

### **Financial Review**

Through various efficiencies and plant improvements, the Water Department has greatly improved its financial position in recent budgetary cycles. The Water Fund is anticipated to close 2019 with a balance above \$1 million for the fiscal year 2019. Those funds have been accumulated in order to assist with the funding of the recently completed long-term capital management plan. The plan highlights \$11 million dollars of capital projects over the next 10 years, inclusive of water line replacement and plant improvements such as the one relative to this legislation.

The loan product available for this project has 2 distinct advantages: (1) at 0% interest, the City is able to pay for the improvement over a long-term utilizing the benefit of inflationary dollars going forward with no interest cost to the City, and (2) loans do not count towards the City's overall indebtedness (overall debt capacity calculation). A repayment term has not been finalized, but staff anticipates the payment to be well within the financial capacity of the Water Department's financial operation.

### **Legal Review**

The matter has been reviewed, follows normal legislative procedure and is properly before you.

### **Recommendation**

If Council is in support of the request, a motion to adopt Resolution No. 2019-35 is in order.

**RESOLUTION NO. 2019-35**

**A RESOLUTION AUTHORIZING THE CITY MANAGER TO APPLY FOR, ACCEPT, AND ENTER INTO A WATER SUPPLY REVOLVING LOAN ACCOUNT AGREEMENT ON BEHALF OF THE CITY OF HURON FOR PLANNING, DESIGN AND/OR CONSTRUCTION OF WATER FACILITIES; AND DESIGNATING A DEDICATED REPAYMENT SOURCE FOR THE LOAN.**

**WHEREAS**, the City of Huron seeks to upgrade its existing water facilities; and

**WHEREAS**, the City of Huron intends to apply for a Water Supply Revolving Loan Account (WSRLA) for the planning, design and or construction of water facilities; and

**WHEREAS**, the Ohio Water Supply Revolving Loan Account requires the government authority to pass legislation for application of a loan and the execution of an agreement as well as designating a dedicated repayment source; now therefore,

**BE IT RESOLVED BY THE COUNCIL OF THE CITY OF HURON, OHIO:**

**SECTION 1.** That the City Manager, on behalf of the City of Huron, be and is hereby authorized to apply for a WSRLA loan, sign all documents for and enter into a Water Supply Revolving Loan Account with the Ohio Environmental Protection Agency and the Ohio Water Development Authority for planning, design and/or construction of water facilities on behalf of the City of Huron.

**SECTION 2.** That the dedicated source of repayment will be the Water Capital Projects (603) Fund.

**SECTION 3.** That this Council hereby finds and determines that all formal actions relative to the adoption of this Resolution were taken in an open meeting of this Council and that all deliberations of this Council and of its Committees, if any, which resulted in formal action, were taken in meetings open to the public in full compliance with applicable legal requirements, including O.R.C. §121.22.

**SECTION 4.** That this Resolution shall be in full force and effect from and immediately after its adoption.

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Brad Hartung, Mayor

ATTEST: \_\_\_\_\_  
Clerk of Council

ADOPTED: \_\_\_\_\_