

**CITY OF POLSON
RESOLUTION NO. 2014-#007**

A RESOLUTION TO AUTHORIZE MATCHING FUNDS

WHEREAS, the City of Polson, Montana, (the “City”) has applied to the Montana Department of Commerce for a Treasure State Endowment Program (TSEP) grant in the amount of \$625,000 for new water system improvements consisting of a new well on the east side of the City (the “East Well Project”) and the replacement of approximately 4,700 lineal feet of waterline on the north side of Highway 93 in the downtown area (the “Waterline Project”); and

WHEREAS, the City has legal jurisdiction and authority to construct, finance, operate, and maintain its water system facilities; and

WHEREAS, the City agrees to comply with all State laws and regulations, and the requirements described in the TSEP application guidelines, including the matching of the TSEP grant in the required amounts with City water funds, in-kind contributions or funds from other sources; and

WHEREAS, the current budget for the total estimated costs of the Waterline Project is \$1,213,863 and the City has received commitments for the funding of the Project from the TSEP grant for \$625,000 (with \$547,350 of such grant allocated to the Waterline Project), RRGL grant for \$100,000, SRF loan for \$536,000 and intends to commit \$30,513 of City water funds for the Waterline Project.

WHEREAS, the current budget for the total estimated costs of the East Well Project is \$311,970 and the City has received a commitment for the balance of the TSEP grant of \$77,650 and intends to commit \$234,320 of City water funds for the East Well Project; and

WHEREAS, the City has available in the City Water Enterprise Fund \$30,513 for the Waterline Project and \$234,320 for the East Well Project; and

WHEREAS, the City has receive commitments from Montana DNRC for the \$100,000 RRGL grant and for purchase through the SRF program \$536,000 of a City Water Revenue Bond and from the Montana Department of Commerce for a TSEP grant of \$625,000.

NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:

1. That the City commits to provide, from the Water Enterprise Fund, the matching funds of \$234,320 for the East Well Project and \$30,513 for the Waterline Project.
2. That the City intends to borrow up to \$536,000 from the Montana DNRC SRF program through issuance of a water system revenue bond for the Waterline Project.

PASSED AND ADOPTED THIS 6th DAY OF OCTOBER, 2014.

CITY OF POLSON

Heather Knutson, Mayor

Attest:

Cora E. Pritt, City Clerk

The Resolution was moved for passage by Council member Turner and seconded by member Southerland. The Council voted as follows:

	<u>FOR</u>	<u>OPPOSED</u>	<u>ABSTAIN</u>	<u>ABSENT</u>
John Campbell	x			
Todd Erickson	x			
Dan Morrison				x
Ken Siler	x			
Jill Southerland	x			
Stephen Turner	x			
Heather Knutson	x			