

RESOLUTION NO. 2016-005

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 \$750,000 for assistance on funding a new wastewater treatment works and plant (the "Project"); and

WHEREAS, the City has legal jurisdiction and authority to construct, finance, operate, and maintain its wastewater 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 wastewater funds, in-kind contributions or funds from other sources; and

WHEREAS, the current budget for the total estimated costs of the Project is attached as Exhibit A hereto and the City has received commitments for the funding of the Project from a TSEP grant for \$750,000, RRGL grant for \$125,000, CDBG grant for \$450,000 and SRF loans for \$14,265,000 and intends to commit \$1,200,000 of City wastewater funds for the Project.

NOW, THEREFOR, be it resolved as follows:

1. That the City commits to provide the amount of \$1,200,000 as additional funds for the Project and has already paid \$360,884.16 (See Exhibit B attached) for budgeted costs as part of the City's share of matching funds as described in Exhibit A.

2. That the City adopts the attached budget for the Project.

Passed and approved this 21st day of March, 2016.

Mayor

Attest _____
City Clerk

The Resolution was moved for passage by Commission member Siler and seconded by member Donovan. The Commission voted as follows:

<u>FOR</u>	<u>AGAINST</u>	<u>ABSTAIN</u>
<u>6</u>	<u>0</u>	<u>0</u>
_____	_____	_____
_____	_____	_____

EXHIBIT A

City of Poison, MT
Water Resource Recovery Facility - Project Budget Form

12/21/2015

Line	Administrative/Financial Costs	SOURCE							TOTAL
		Local	RRGL GRANT	TSEP GRANT	CDBG Grant	SRF Loan 1	SRF Loan 2		
1	Personnel Costs	\$10,000							\$10,000
2	Office Costs	\$8,000							\$8,000
3	Professional Services				\$15,000			\$15,000	\$30,000
4	Legal Costs	\$10,000		\$5,000				\$10,000	\$25,000
5	Audit Fees			\$8,000	\$1,200			\$10,000	\$10,000
6	Travel & Training							\$5,000	\$14,200
7	Loan Fees							\$0	\$0
8	Interim Interest							\$35,000	\$35,000
9	Bond Counsel & Related Costs							Subtotal =	\$132,200
10									\$442,000
11	Loan Debt Service Reserve	\$442,000							\$442,000
12	TOTAL ADMINISTRATIVE/FINANCIAL COSTS	\$470,000	\$0	\$13,000	\$16,200			\$75,000	\$574,200
13									
14	ACTIVITY COSTS:								
15	Land Acquisition		\$0	\$0	\$0	\$0	\$0	\$0	\$0
16	Preliminary Engineering		\$0	\$0	\$0	\$0	\$0	\$0	\$0
17	Final Engineering/Arch. Design	\$350,000	\$50,000	\$350,000	\$0	\$0	\$0	\$315,300	\$1,065,300
18	Construction Inspection/Admin.							\$1,177,700	\$1,177,700
	Construction - Equip. - Headworks	\$32,000	\$25,000	\$50,000				\$221,501	\$328,501
	Construction - Equip. - SBR	\$100,000	\$50,000	\$75,000				\$532,990	\$757,990
	Construction - Cell 1 Sludge Removal	\$38,500						\$88,500	\$88,500
	Construction - General Contractor	\$159,500		\$262,000	\$433,800	\$400,000	\$400,000	\$9,689,377	\$10,944,677
19	Construction - All	\$380,000	\$75,000	\$387,000	\$433,800	\$400,000	\$400,000	\$10,443,868	\$12,119,668
20	Contingency			\$0	\$0			\$1,853,132	\$1,853,132
21	TOTAL ACTIVITY COSTS	\$730,000	\$125,000	\$737,000	\$433,800	\$400,000	\$400,000	\$13,790,000	\$16,215,800
22	TOTAL PROJECT COSTS	\$1,200,000	\$125,000	\$750,000	\$460,000	\$400,000	\$400,000	\$13,865,000	\$16,790,000

EXHIBIT B

City of Polson

Wastewater Treatment Plant

Matching Funds Spent after TSEP award date of 04/27/15

<u>Administrative/Financial Costs</u>	<u>Spent</u>
Personnel Costs	\$ -
Office Costs	-
Legal Costs	2,070.00
Final Engineering/Arch. Design	171,140.16
Construction - Equip-Headworks	32,000.00
Construction - Equip - SBR	67,174.00
Construction - Cell 1 Sludge Removal	88,500.00
Total Spent after award date	<u>\$ 360,884.16</u>