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APPROVED
BY THE CITY COUNCIL

JUN 24 1997

DEPARTMENT OF
UTILITIES

ENGINEERING SERVICES

CITY OF SACRAMENTO
CALIFORNIA
June 6, 1997

OFFICE OF THE
CITY CLERK
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SACRAMENTO, CA
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City Council
Sacramento, California

Honorable Members in Session:

SUBJECT: SUMP 1/1A AND PIONEER RESERVOIR REHABILITATION AND IMPROVEMENT PROJECT AND SUMP 2 REHABILITATION AND IMPROVEMENT PROJECT: (PN's XM23 AND XM24): AUTHORIZATION TO APPLY FOR A LOAN FROM THE STATE REVOLVING FUND FOR DESIGN AND CONSTRUCTION IN THE AMOUNT OF \$55,988,600

LOCATION AND COUNCIL DISTRICT:

The project is located at the Sump 1/1A and Pioneer Reservoir facilities, U and Front Streets and Sump 2, 3500 Riverside Boulevard in District 4 (see attached map).

RECOMMENDATION:

Staff recommends that the City Council approve the attached resolution to authorize the City Manager and City Clerk to sign and file on behalf of the City of Sacramento a Financial Assistance Application for a loan from the State Water Resources Control Board in the amount of \$55,988,600 for design and construction of the Sump 1/1A and Pioneer Reservoir Rehabilitation and Improvement Project and the Sump 2 Rehabilitation and Improvement project.

CONTACT PERSON: Gary A. Reents, Engineering Services Manager, 433-6633
Rick Batha, Senior Engineer, 433-6625

FOR COUNCIL MEETING OF: June 24, 1997

SUMMARY

City staff has identified a source of low interest loans for financing the two major combined system improvement projects and have coordinated with representatives of the SWRCB to ensure eligibility for the loans. Authorization to file application on behalf of the City is requested.

COMMITTEE/COMMISSION ACTION:

None.

BACKGROUND INFORMATION

In June 1990 the Regional Water Quality Control Board (RWQCB) issued a Cease and Desist Order requiring the City to eliminate outflows from the combined sewer system (CSS). In July 1995 Council authorized the Department of Utilities to submit the Combined Sewer System Improvement Plan to the RWQCB. In March 1996 the RWQCB approved the City's Combined Sewer System Improvement Plan and rescinded the Cease and Desist Order. Portions of the plan have been initiated including the Sump 1/1A and Pioneer Reservoir Rehabilitation and Improvement Project currently under construction. The Sump 2 Rehabilitation and Improvement Project is currently under design.

City staff has met with staff from the State Water Resources Control Board, who administer the State Revolving Fund loan program to determine and ensure eligibility for the loan. If the loan application is approved, the money will become available as expenses are incurred. The loan will be funded after the Sump 2 Rehabilitation and Improvement project is completed. The repayment period is 20 years.

ENVIRONMENTAL CONSIDERATIONS

Consistent with the California Environmental Quality Act the City has prepared an environmental impact report (EIR). The EIR addressed both the Combined Sewer System Rehabilitation and Improvement Program and the specific Sump 1/1A and Pioneer Reservoir Improvement Project and the Sump 2 Rehabilitation and Improvement Project. In March 1997, Council certified the EIR and adopted the Findings of Fact and Statement of Overriding Considerations, and adopted the Mitigation Monitoring Plan.

FINANCIAL CONSIDERATIONS

The estimated total cost to design, administer, and construct both major projects is approximately \$61,000,000. State Revolving Fund guidelines allow application for \$55,988,600 based upon current estimates. If the loan is granted as requested, the balance of the project cost will be funded from Combined System Reserve (414/425-500-XD42-4414).

POLICY CONSIDERATIONS

The Combined Sewer System Improvement Plan is consistent with past Council direction and satisfies requirements that lead to the rescission of the Cease and Desist Order issued by the RWQCB. Consultant procurements and bidding will be consistent with Sacramento City Code, Chapter 58 and 59.

City Council
June 6, 1997
Supplemental Agreement No. 1 (PN: XM23)

MBE/WBE

MBE/WBE considerations do not pertain to this loan application authorization. The two major projects require contracting with consulting engineers and contractors which are subject to City policy regarding MBE/WBE participation goals of 10.57% MBE and 9.5% WBE.

Respectfully submitted,



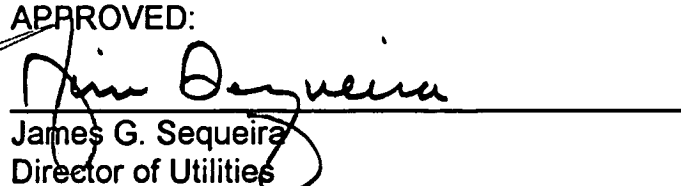
Gary A. Reents
Engineering Services Manager

RECOMMENDATION APPROVED:



William H. Edgar
City Manager

APPROVED:



James G. Sequeira
Director of Utilities

RESOLUTION NO. 97-376 APPROVED
BY THE CITY COUNCIL

ADOPTED BY THE SACRAMENTO CITY COUNCIL

JUN 24 1997

ON DATE OF _____

OFFICE OF THE
CITY CLERK

**RESOLUTION TO AUTHORIZE AN APPLICATION FOR A STATE
REVOLVING FUND LOAN REQUEST OF \$55,988,600 FOR DESIGN AND
CONSTRUCTION OF SUMP 1/1A AND PIONEER RESERVOIR
REHABILITATION AND IMPROVEMENT PROJECT AND SUMP 2
REHABILITATION AND IMPROVEMENT PROJECT: (PN's XM23 AND XM24)**

BE IT RESOLVED BY THE SACRAMENTO CITY COUNCIL THAT:

The City Manager and City Clerk are is hereby authorized to sign and file for, on behalf of the City of Sacramento, a Financial Assistance Application for a loan from the State Water Resources Control Board in the amount of \$55,988,600 for the design and construction of the Sump 1/1A and Pioneer Reservoir Rehabilitation and Improvement Project and the Sump 2 Rehabilitation and Improvement Project.

MAYOR




ATTEST:

CITY CLERK

FOR CITY CLERK USE ONLY

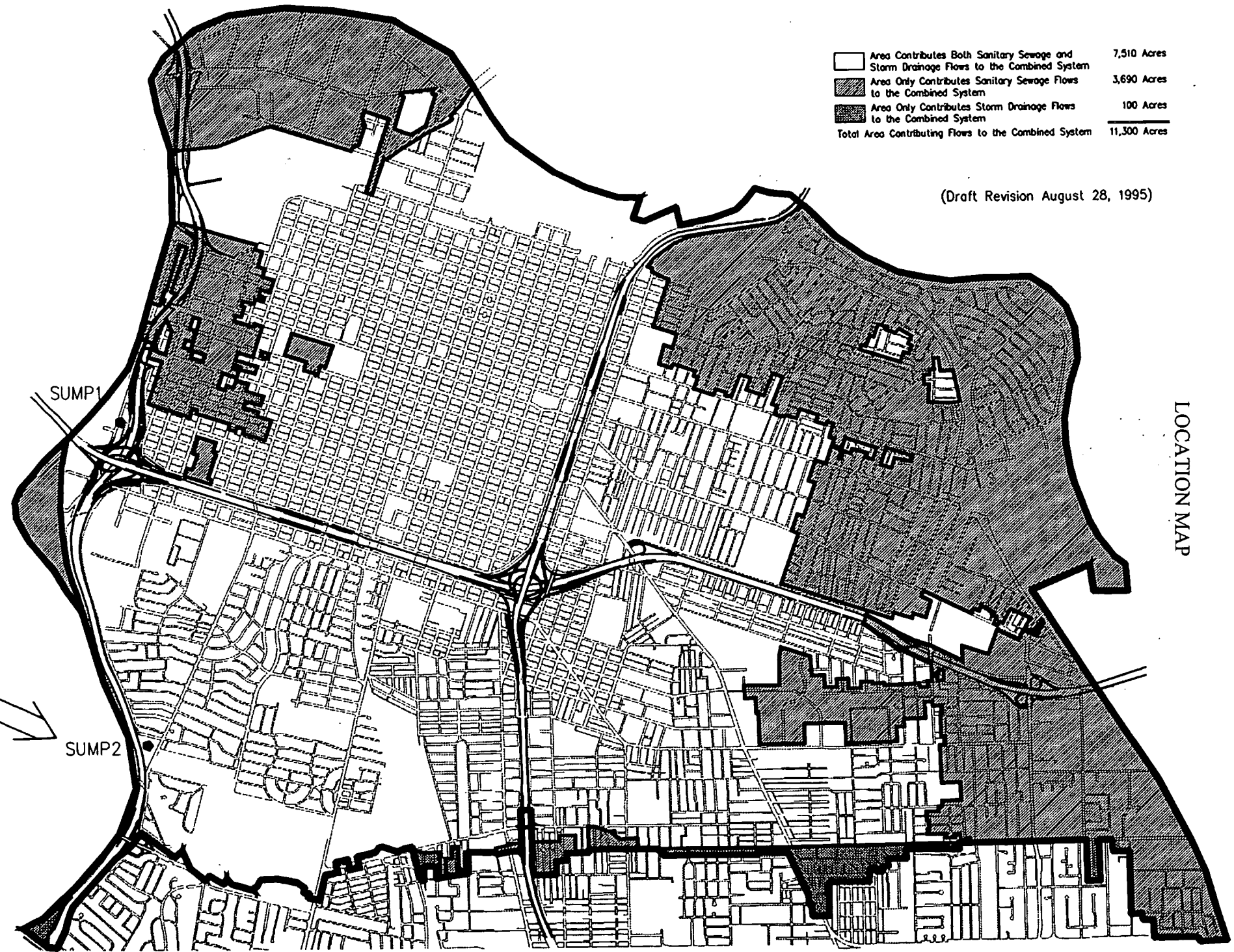
RESOLUTION NO. _____

DATE ADOPTED: _____

	Area Contributes Both Sanitary Sewage and Storm Drainage Flows to the Combined System	7,510 Acres
	Area Only Contributes Sanitary Sewage Flows to the Combined System	3,690 Acres
	Area Only Contributes Storm Drainage Flows to the Combined System	100 Acres
Total Area Contributing Flows to the Combined System		11,300 Acres

(Draft Revision August 28, 1995)

LOCATION MAP



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