



**City of Grass Valley
City Council
Agenda Action Sheet**

Council Meeting Date: June 23, 2009

Date Prepared: June 11, 2009

Prepared by: Timothy M. Kiser, PE, Public Works Director/City Engineer

Title: Authorization to File an Application for ARRA Funding

Recommended Motion: That Council: 1) adopt Resolution No. 2009-60 authorizing the filing of an application for Safe Drinking Water State Revolving Fund American Recovery and Reinvestment Act (ARRA) funding for the City’s Alta Hill Water Tanks Project No. 04-01; 2) authorize the Public Works Director/City Engineer, on behalf of the City, to execute any agreement and documents required or deemed necessary or appropriate to comply with the acquisition and use of funds; and, 3) authorize the Public Works Director/City Engineer to act as the City’s authorized governing body representative.

Agenda: Consent

Background Information: The Alta Hill Water Tanks Project, under construction at a project cost of \$3,203,750, is currently being funded by a 20-year loan at a zero percent interest rate, from the Safe Drinking Water State Revolving Fund (SDW-SRF).

With the ARRA of 2009, the opportunity to obtain grant funding became available for improvements to drinking water systems. Staff has submitted a pre-application for those funds for the Alta Hill Water Tanks Project and the City of Grass Valley has been listed as an ARRA eligible project currently ranked twelfth out of eighty-one projects throughout the state. If grant funds are awarded for this project, the water impact and rate fee funds currently being used to front the cost of the project, and scheduled to be used to repay the SRF loan, can be used to fund other much needed water distribution line improvements, thereby stimulating the economy.

As part of the application requirements for the ARRA grant funds, the City must adopt the attached resolution authorizing the application for the funds and the Public Works Director/City Engineer to sign the application. If the application is accepted by the California Department of Public Health, Council will be asked to adopt another resolution as specified by the ARRA application guidelines.

Funds Available: Yes

Account #: 204-6516

Reviewed by:

____ City Administrator

____ Finance

Action:

____ Approved

____ Approved with Modifications

____ Denied

____ Other

Agenda Item # _____