

Memorandum

May 19, 2021

TO: Infrastructure Finance Authority Board
FROM: Chris Cummings, Assistant Director
SUBJ: Funding Opportunity of \$4,030,000 – Safe Drinking Water Revolving Loan Fund Program for City of The Dalles, The Dalles Municipal Watershed Dog River Pipeline Replacement Project, No. 256-13368

Requested Action

Informational Only For Board Input For Board Action (see Recommended Motion)

Request

The city of The Dalles, located in Wasco County, submitted a Safe Drinking Water Revolving Loan Fund application for \$4,030,000 for The Dalles Municipal Watershed Dog River Pipeline Replacement Project. The project includes matching funds of \$1,000,000 from the Oregon Water Resources Department and \$4,063,128 in City funds.

Proposed Project

The project will replace the 3.5 mile Dog River pipeline with a new 24- inch diameter pipe to increase water capacity from 8 million gallons per day (MGD) to 17 MGD. The project will install fish screens on the pipeline intake, fish passage structures, and flow metering systems. Recipient will also install an arch culvert on an unimproved Forest Service road where vehicles currently ford a small stream, causing stream damage and increased turbidity. This request is brought before the IFA Board because the total request exceeds the threshold of \$3,000,000.

Funding Summary

The recommended financing will consist of a 30-year \$3,500,000 loan with a subsidized interest rate of 1.00% and a forgivable loan of \$530,000.

Recommended Motion

Move to approve an award of \$4,030,000 in Safe Drinking Water Revolving Loan Fund funding to the City of the Dalles, comprised of a \$3,500,000 loan at 1.00% for 30 years and a forgivable loan of \$530,000 to replace the Dog River Pipeline.