

MINUTES
LOVELAND CITY COUNCIL STUDY SESSION
TUESDAY, JULY 14, 2015
CITY COUNCIL CHAMBERS
500 EAST THIRD STREET
LOVELAND, COLORADO

6:30 P.M.
STUDY SESSION AGENDA

Councilors present: Clark, Taylor, Trenary, McKean Farley, Fogle, and Krenning. City Manager, Bill Cahill was also present. Mayor Gutierrez and Councilor Shaffer were absent.

1. **WATER AND POWER**
WASTEWATER TREATMENT PLANT PROCESS & FINANCING PROJECT
Wastewater Treatment Plant (WWTP) 10-Year Capital Improvement Plan Requirements

Chris Matkins, Water Utilities Manager, and Roger Berg, Senior Civil Engineer, presented this is an information only item to Council. Driven primarily by regulatory changes, capacity needs, and aging infrastructure, the Wastewater utility's 10-year capital improvement program (CIP) includes several capital projects with costs exceeding projected revenues and fund balances over the next ten years. To have sufficient funds to complete these necessary projects, the utility will need to secure \$6,000,000 in debt financing in 2016. Three financing options that are available include bank loans, state revolving fund (SRF), and revenue bonds. In addition, the CIP includes several major projects from 2019 through 2024 that will likely require an additional \$20,000,000 in debt financing in 2020. This 10-year capital plan was unanimously approved by the LUC at their June 2015 meeting. Staff's presentation will focus on the project drivers with the financial information to follow at a July 28, 2015 City Council Study Session. Upon request from the Councilors, Michael McCrary, Wastewater Treatment Plant Manager, joined the presentation regarding the organic capacities. Discussion ensued regarding the financing options. Steve Adams, Water and Power Director, joined the discussion about sharing facilities with other municipalities and developing a more regional approach. Council thanked the presenters.

ADJOURNMENT

Mayor Pro Tem Clark adjourned the Study Session at 7:40 p.m.

Respectfully Submitted,



Teresa G. Andrews, City Clerk
Beverly A. Walker, Deputy City Clerk



Cecil A. Gutierrez, Mayor