

Request for Legislation

Ordinance No. 1368-15 originally authorized Cleveland Water to make the public improvement of constructing the Boosted Third High System in Richfield, Ohio. Ordinance No. 653-2021 authorized Cleveland Water to bid the water main component as a unit price contract. Cleveland Water requests authority to apply and accept one or more loans from the Ohio Water Development Authority.

Background/Purpose:

The Division of Water (CWD) is contracted to provide water service to currently unwatered portions of the Richfield area, creating a new pressure district called Boosted Third High. Design of a pump station, elevated water tower and water mains are complete, and bids for construction are currently being solicited.

Justification/Urgency:

Cleveland will be applying for one or more loans from the Water Supply Revolving Loan Account ("WSRLA") from the Ohio Water Development Authority ("OWDA") in the next few weeks.

Anticipated Costs and funding source:

Cleveland Water anticipates applying for 2 loans:

1. Richfield Pump Station for approximately \$5.4 million
2. Richfield Water Tower for approximately \$12 million

The loans will be paid by Cleveland Water using funds from 52-001 over the term of the loan.

Schedule or Term of Contract:

Cleveland Water anticipates applying for the loans in June 2022. The expected terms will be repayment over 30 years, starting in 2024. Based on rates currently published on the OWDA website, Cleveland Water expects the interest rate to be around 1.30%, which is below OWDA Market Rate of 2.58%.

Current Contract(s):

Vendor Information	Services/Work performed	Contract Info	CSB Participation Goal XX%
N/A			

Previous Contract(s):

Vendor Information	Contract Info	CSB Participation Goal XX%
N/A		