



CITY OF WASILLA

290 E. HERNING AVE.

WASILLA, ALASKA 99654-7091

PHONE: (907) 373-9050

FAX: (907) 373-0788

COUNCIL MEMORANDUM NO. 92-68


From: Deputy Administrator
Date: June 30, 1992
Subject: Application for Sewer Loan/Grant Program

We have received an application for Council approval to participate in the City's loan/grant program for sewer connection from George's Family Restaurant.

The business was constructed after the qualifying date for original sewer eligibility and before the new sewer system was available for connections. The present drainfield has failed and frequent pumping is required. The property qualifies for the program.

Our average daily flow varies from 5,000 to about 20,000 gallons per day below the flow limits of 130,000 gpd average established in our D.E.C. permit. We expect that this connection will have an average flow of 2,000 gpd and will not result in exceeding the permit limitations. Therefore, it is probable that D.E.C. will allow the connection but this assumption will have to be verified.

Recommend Council approval for the owners of George's Family Restaurant to participate in the sewer connection loan/grant program.



Robert E. Harris
Deputy Administrator

APPROVED
DATE: 7/13/92
BY: R Harris

GEORGE'S FAMILY RESTAURANT
George Karatzas
777 E. Parks Hwy.
Wasilla, AK 99654

RECEIVED

JUN 29 1992

City of Wasilla, Alaska

June 26, 1992

City of Wasilla
290 E. Herning
Wasilla, AK 99654

RE: SEWER & WATER UPGRADE
GRANT MONIES

Dear Sirs:

I am applying to you for your assistance in the sewer system upgrade that I would like to put into effect this year. It is my understanding that you have, in the city finances, grant monies for the improvement of existing septic systems to hook into the city sewer and water.

Please consider granting money for this upgrade so it can be completed this year as Wasilla is developing quickly and septic tanks need to be phased out in a community that is so close to natural bodies of water.

Sincerely, *George Karatzas*

George Karatzas

SEWER REVOLVING LOAN

Ordinance No. 88-34 Appropriation - \$100,000

	<u>Total Expenses</u>	<u>50% City Share</u>	<u>50% Grantee Share</u>	<u>6-15-92 Grantee Payments To Date</u>
Romar	\$13,400.26	\$ 6,700.13	\$ 6,700.13	\$ 6,700.13
A & W Windbreak	\$14,643.83	\$ 7,321.92	\$ 7,321.92	\$ 1,827.41
Bible Baptist	\$14,950.00	\$ 7,475.00	\$ 7,475.00	\$ 805.22
El Toro	\$13,680.00	\$ 6,840.00	\$ 6,840.00	\$ 975.77
One-Hour Martinizing	\$ 8,494.00	\$ 4,247.00	\$ 4,247.00	\$ 2,200.48
Cottonwood Creek Mall	\$15,000.00 =====	\$ 7,500.00 =====	\$ 7,500.00 =====	\$ 647.87 =====
Total	\$80,168.09	\$40,084.05	\$40,084.05	\$13,156.88

\$100,000.00 - Original Funding
(40,084.05) - Loaned
(40,084.05) - Granted
13,156.88 - Repaid to Date

\$32,987.78 - Currently Available in the Program



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WASILLA, ALASKA 99687
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SEWER CONNECTION ASSISTANCE PROGRAM

On October 10, 1988, the Wasilla City Council approved a combination loan and grant program to assist owners of certain properties to connect to the sewer system. The general criteria and conditions of the program are as follows:

(1) ELIGIBILITY

- (a) Must be owner
- (b) Property must be developed and have on-site system
- (c) On-site system in Sewer District 83-S-1 must have been built prior to availability of sewer system and after January 1, 1984. All other systems must have been built prior to availability of sewer system piping.
- (d) Property must be adjacent to sewer lines.
- (e) On-site system must have failed:
 - (1) More than on pump-out per 3 months to function, or
 - (2) Pollution problem per D.E.C.
- (f) Property assessed for sewer off-site construction costs per municipal code.

(2) WORK

- (a) Shall be done by contractor.
- (b) Materials meeting City specifications supplied by:
 - (1) City at cost plus 25%, or
 - (2) Owner, delivered to contractor for installation.

(3) ELIGIBLE COSTS

- (a) Cost of City labor and material plus 25% mark-up.
- (b) Approved invoice costs of owner-supplied materials and labor.
- (c) Engineering, permits and inspection costs.

(4) GRANT-LOAN PROVISIONS

- (a) 50% of eligible cost paid as grant by City - Maximum \$8,000 for Class I (Residential with less than 12 bedrooms or commercial serving less than 25 persons); Maximum \$15,000 for Class II (residential with more than 12 bedrooms or commercial serving more than 25 persons).

- (b) 50% of eligible cost paid by owner
 - (1) Cost or prepayment of loan.
 - (2) Loan - 8% annual interest with fixed monthly payment:
 - Class I payment is \$50.00 per month
 - Class II payment is \$100.00 per month
 - Until paid in full

(c) Example loan schedule:

<u>Total Cost</u>	<u>Grant</u>	<u>Loan</u>	<u>Interest</u>	<u>Payment</u>	<u>Pay-Off</u>	<u>Cost</u>
\$ 5,000	\$2,500	\$2,500	8%	\$ 50/mo.	61 mo.	\$3,050
\$10,000	5,000	5,000	8%	\$100/mo.	61 mo.	6,100

- (d) Fund limited by appropriations to sewer connection revolving loan fund.
- (e) Security Agreement and Lien signed by owner prior to work. Lien on property for unpaid balance.

(5) SYSTEM OWNERSHIP

- (a) Owner shall sign statement conveying sewer components to City including tank, pumps, electric controls, and piping to main line.
- (b) Owner shall grant easement to allow City access for operation, maintenance and repair.

(6) SYSTEM OPERATION AND MAINTENANCE

- (a) Per City of Wasilla sewer regulations.
- (b) Responsibilities of City:
 - (1) Maintenance and repair of system.
 - (2) Periodic pump-outs.
- (c) Responsibilities of owner:
 - (1) Power
 - (2) Report trouble
 - (3) Monthly service charges plus loan repayment