

CITY OF WASILLA

290 E. HERNING AVE.
WASILLA, ALASKA 99654-7091
PHONE: (907) 373-9050
FAX: (907) 373-9085

COUNCIL MEMORANDUM NO. 94-66

From: Deputy Administrator

Date: September 22, 1994

Subject: Application for Residential Sewer Connection Assistance

(Loan/Grant) Program

The City has received an application for sewer connection assistance from the owners and occupants of the residence located at 286 Lakeview Avenue (Theodore N. Carney).

This residential assistance application appears to qualify for participation in the Program as the residence is currently under construction and a temporary structure is now occupied on site. The occupational activity allegedly occurred after the qualifying date for original sewer hook-up assistance and before the new sewer system was available for connections.

Our average daily flow is currently below the DEC permit flow limits. We fully expect that this connection will only serve to make the system more efficient and will certainly not exceed the permit limitations.

The City has adequate funds remaining (\$30,000) in the Sewer Assistance Program.

If approved, this application qualifies as a Class I, Residential Assistance Grant, with 50% of eligible costs paid as a Grant by the City not to exceed \$8,000 (\$4,000 for outright grant and \$4,000 loan).

Recommendation: Council approval for a Class I, Residential Assistance Grant, to assist Mr. Theodore N. Carney in hooking up to the City sewer system, with 50% of eligible costs paid as a Grant by the City not to exceed \$8,000 (\$4,000 for outright grant and \$4,000 loan).

Lee A. Wyatt
Deputy Administrator

APPROVED

BY: ∽

Theodore N. Carney 286 Lakeview Ave. Wasilla AK. 99654

August 16, 1994

Lee Wyatt
Public Works Director
City of Wasilla
290 E. Herning Ave.
Wasilla AK. 99654

RECEIVED

AUG 17 1994

City of Wasilla, Alacko

Dear Lee,

I Theodore N. Carney, formally request permission to participate in the sewer loan grant program.

The only existing sewer system located on the property is in a motor home. This unit is not winterized nor can it be used in the bitter cold winter months. My only other alternative is to erect an out house on the property which I feel is inadequate for my wife and two small children.

I purchased the property with the shell of a house. I have been able to get a well drilled and start on finishing the interior of the house out of pocket. Due to the cost of connecting to the city sewer system I am in need of financial assistance.

Sincerely,

Theodors N. Carney



CITY OF WASILLA

290 E. HERNING AVE. WASILLA, ALASKA 99687 PHONE: (907) 373-9050 FAX: (907) 373-0788

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:

Total Cost	Grant	Loan	Interest	Pavment	Pay-Off	Cost
\$ 5,000	\$2,500	\$2,500	8%	\$ 50/mo.	61 mo.	\$3,0 50
\$10,000	5,000	5,000	88	\$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 <u>easement</u> 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