
1 **R2022-14: A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF**
2 **MYRTLE BEACH, SOUTH CAROLINA AUTHORIZING AN APPLICATION**
3 **TO THE STATE WATER POLLUTION CONTROL REVOLVING FUND FOR**
4 **THE PUMP STATION PROTECTIVE MEASURES – STANDBY PUMP**
5 **INSTALLATION; AND OTHER MATTERS RELATED THERETO.**

6 **Applicant/Purpose:** Staff / to provide for low interest rate financing for the Myrtle Beach
7 Pump Station Protective Measures – Standby Pump Installation.

8
9 **Brief:**

- 10 • This proposed resolution authorizes the Mayor, City Manager, & the City
11 Manager's designee to prepare & file application for 1.50% financing for the Sewer
12 Pump Station Protective Measures – Standby Pump Installation.
13 • The project to be financed is to install standby pumps at 16 of the City's sanitary
14 sewer pump stations to address potential overflow conditions in the associated
15 service areas.
16 • Final terms of the loan will be subject to Council's review & approval by Ordinance.

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18 **Issues:**

- 19 • SRF loan funding is available at 1.50% for a 20-year term.
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21 **Public Notification:** Normal meeting notification.
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23 **Alternatives:** Do not pass resolution. Delay the Sewer project commencement.
24

25 **Financial Impact:** The estimated savings by using SRF financing at 1.50% vs. current
26 market rates for a bank placed loan (est. 3.21% as of 4/5/2022) is approximately \$552,600
27 over the 20-year term.
28

29 **Manager's Recommendation:** I recommend approval.
30

31 **Attachment(s):** Proposed resolution.

CITY OF MYRTLE BEACH
COUNTY OF HORRY
STATE OF SOUTH CAROLINA

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MYRTLE BEACH, SOUTH CAROLINA AUTHORIZING AN APPLICATION TO THE STATE WATER POLLUTION CONTROL REVOLVING FUND FOR THE PUMP STATION PROTECTIVE MEASURES - STANDBY PUMP INSTALLATION; AND OTHER MATTERS RELATED THERETO.

WHEREAS, the South Carolina Water Quality Revolving Fund Authority (the "State Authority") provides low-interest loan financing for the construction of publicly owned wastewater treatment facilities from the State Water Pollution Control Revolving Fund (the "Fund") pursuant to the Federal Clean Water Act and Title 48, Chapter 5, Code of Laws of South Carolina 1976, as amended; and

WHEREAS, the City of Myrtle Beach, South Carolina (the "City") is a legally constituted municipal corporation in the State of South Carolina; and

WHEREAS, the City owns and operates a waterworks and sewer system through which it provides water and sewer service for domestic and industrial use both within and without the corporate limits of the City and is authorized to incur water and sewer revenue debt pursuant to Title 6, Chapter 21, Code of Laws of South Carolina 1976, as amended; and

WHEREAS, the City's objective is to provide the necessary maintenance and upkeep on all system infrastructure; and

WHEREAS, the City desires to accomplish this objective by installing standby pumps at 16 of the City's sanitary sewer pump stations to address potential overflow conditions in the associated service areas (the "Project"); and

WHEREAS, the City has determined that it is in its best interest to apply to the State Authority for a loan from the Fund to defray costs of the Project; and

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Myrtle Beach, South Carolina (the "Council"), in a meeting duly assembled:

1. That the Council hereby authorizes the City Manager and/or the Mayor of the City to execute and submit or cause to be submitted, an application to the State Authority for a loan from the Fund in an amount not exceeding \$2,374,000 (the "Loan") to finance certain Project costs. The City Manager or his designee(s) is/are authorized to take such actions as may be necessary or convenient to complete such application process.

50 2. That the City will grant to the State Authority a pledge of, and lien on, all revenues of
51 the City's water and sewer system for repayment of the Loan.

52
53 3. That the final terms and conditions of the Loan and the loan documents shall be subject
54 to the approval of this Council.

55
56 **ADOPTED** this 12th day of April, 2022.

57
58 **CITY OF MYRTLE BEACH, SOUTH**
59 **CAROLINA**

60 (SEAL)

61
62
63 _____
64 Brenda Bethune, Mayor

65 Attest:
66
67 _____
68 Jennifer Adkins, City Clerk