

---

1 **R2022-15: A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF**  
2 **MYRTLE BEACH, SOUTH CAROLINA AUTHORIZING AN APPLICATION**  
3 **TO THE SOUTH CAROLINA WATER QUALITY REVOLVING FUND**  
4 **AUTHORITY FOR A LOAN FROM THE STATE DRINKING WATER**  
5 **REVOLVING LOAN FUND FOR THE INSTALLATION OF TRANSMISSION**  
6 **MAIN PROTECTIVE MEASURE; AND OTHER MATTERS RELATED**  
7 **THERETO.**

---

8 **Applicant/Purpose:** Staff / to provide for low interest rate financing for the Water  
9 Transmission Main Protective Measures – PRV Install project.

10  
11 **Brief:**

- 12 • This proposed resolution authorizes the Mayor, City Manager, & the City  
13 Manager's designee to prepare & file application for 1.50% financing for the Water  
14 Transmission Main Protective Measures – PRV Install.
- 15 • The project to be financed is to upgrade the pressure reducing valve system on  
16 the City's water transmission main to protect critical water distribution system  
17 infrastructure
- 18 • Final terms of the loan will be subject to Council's review & approval by Ordinance.

19  
20 **Issues:**

- 21 • SRF loan funding is available at 1.50% for a 20-year term.

22  
23 **Public Notification:** Normal meeting notification.

24  
25 **Alternatives:** Do not pass resolution. Delay Water Distribution project commencement.

26  
27 **Financial Impact:** The estimated savings by using SRF financing at 1.50% vs. current  
28 market rates for a bank placed loan (est. 3.21% as of 4/5/2022) is approximately \$675,400  
29 over the 20-year term.

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

32  
33 **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 SOUTH CAROLINA WATER QUALITY REVOLVING FUND AUTHORITY FOR A LOAN FROM THE STATE DRINKING WATER REVOLVING LOAN FUND FOR THE INSTALLATION OF TRANSMISSION MAIN PROTECTIVE MEASURES; 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 drinking water facilities from the State Drinking Water Revolving Loan Fund (the “*Fund*”) pursuant to the Federal Safe Drinking 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 upgrade the pressure reducing valve system on the City’s water transmission main to protect critical water distribution system infrastructure (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 \$2,892,000 (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.

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

51  
52  
53  
54  
55  
56  
57  
58  
59  
60  
61  
62  
63  
64  
65  
66  
67

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

**ADOPTED** this 12<sup>th</sup> day of April, 2022.

**CITY OF MYRTLE BEACH, SOUTH  
CAROLINA**

(SEAL)

---

Brenda Bethune, Mayor

Attest:

---

Jennifer Adkins, City Clerk