

## Service Committee Minutes

Honorable Council  
City of Newark, Ohio  
January 26, 2016

There was a meeting of the Service Committee in Council Chambers on Monday January 25, 2016 after Finance Committee with these members present:

Jeff Rath, Chair	Carol Floyd
Bill Cost Jr.	Ryan Bubb
Mark Fraizer	

We wish to Report:

1. **Resolution No. 16-10** authorizing and directing the Director of Public Service of the City of Newark, Ohio to apply for, accept and enter into a supplemental water pollution control loan fund agreement on behalf of the City of Newark for planning, design and/or construction of wastewater facilities (downtown sewer separation) and designating a dedicated repayment source for the loan was considered.

**Roger Loomis-** this is really part of the project where we are connecting the downtown renovation project to the Route 13 ODOT project, the segment between Church and Locust then we are going be connecting sewer pipes from one project to the other. This is a worst case scenario for the amount of money we need. We have a money contingency for this in the loan, we hate to use contingencies this early but if something else comes up and I have an issue I want to make sure I have the money to pay for the work.

**Mr. Rath-** so you are talking 1.4 million? It is going down 2<sup>nd</sup> Street?

**Roger Loomis-** 1.4 million, it will be going down 3<sup>rd</sup> Street from Church to Locust

**Mr. Rath-** you borrow the 1.4 million and it only costs you \$400,000.00 what happens to the million dollars?

**Roger Loomis-** with control loan funds we only borrow what we need. It's not like a bond; you are only going to borrow what you need.

**Mr. Rath-** so it is more like a 1.4 million line of credit?

**Roger Loomis-** basically. With these loans you don't pay anything back until the project is done, paying this back isn't going to happen until 2018.

**Mr. Rath-** this starts in the spring of 2017?

**Roger Loomis-** we have got plans about done now, I have to get the contractor to give us a price and I have to have the money in place.

**Mr. Fraizer-** is the contingency in the 13 and Hudson Ave project or the downtown project?

**Roger Loomis-** the downtown renovation project

**Mr. Fraizer-** when will you know when that contingency is available or not?

**Roger Loomis-** the contingency is available

**Mr. Fraizer-** you just don't know if you are going to spend it over the next 6 months?

**Roger Loomis-** we are about 30% in the project, to commit those funds now in case I run into something then we are scrambling so we are trying to get this out of the way first.

**Motion by Mr. Bubb to send to full Council, second by Mrs. Floyd**

**Motion passed by a vote of 5-0.**