
1 **R2023-8: A RESOLUTION TO AUTHORIZE AN AMENDMENT TO THE**
2 **LOAN APPLICATION, PREVIOUSLY ADOPTED BY RESOLUTION R2022-**
3 **14, FROM THE SOUTH CAROLINA REVOLVING FUND AUTHORITY (SRF)**
4 **FOR THE PUMP STATION PROTECTIVE MEASURES – STANDBY PUMP**
5 **INSTALLATION.**

6 **Applicant/Purpose:** Budget & Public Works/to amend the application for a loan, adopted
7 on April 12, 2022, to provide for low interest rate financing for the Myrtle Beach Pump
8 Station Protective Measures – Standby Pump Installation.

9
10 **Brief:**

- 11 • This proposed resolution authorizes the Mayor, City Manager, & the City
12 Manager’s designee to request an increase in the amount to be borrowed for the
13 Sewer Pump Station Protective Measures – Standby Pump Installation.
- 14 • City Council adopted Resolution R2022-14 dated April 12, 2022 for an amount not
15 to exceed \$2,374,000.
- 16 • An escalation in construction costs and materials necessitates the amount be
17 amended by increasing the amount to be borrowed by about \$2,330,000 to total of
18 approximately \$4,704,000.

19
20 **Issues:**

- 21 • The lowest bid is higher than original estimate due to the increase in construction
22 costs.

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

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26 **Alternatives:** Do not pass resolution. Find additional funding to complete the project or
27 reduce the scope of work for the project.

28
29 **Financial Impact:** This will increase the debt amount and the annual principal and interest
30 payments.

31
32 **Manager’s Recommendation:** I recommend approval.

33
34 **Attachment(s):** Proposed resolution.

RESOLUTION R2023-8

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 AMENDING AMOUNT OF THE APPLICATION TO THE SOUTH CAROLINA WATER QUALITY REVOLVING FUND AUTHORITY FOR A LOAN FROM THE STATE WATER POLLUTION CONTROL REVOLVING FUND AS APPROVED BY RESOLUTION R2022-14; 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

WHEREAS, the City Council of Myrtle Beach, South Carolina (the "**Council**"), adopted Resolution R2022-14 on April 12, 2022 to allow the City of submit an application to the State Authority for the loan in the amount not to exceed \$2,374,000 (the "**Loan**") to finance certain project costs; and

WHEREAS, construction costs and material have escalated substantially; and

WHEREAS, the accepted bid is over the Loan amount by approximately \$2,330,000; and

NOW, THEREFORE, BE IT RESOLVED by the Council, in a meeting duly assembled:

1. That the Council hereby authorizes the City Manager and/or the Mayor of the City to amend the application to the State Authority for a loan approved by Resolution R2022-14 to increase the Loan amount by an approximately \$2,330,000 to a total of approximately

52 \$4,704,000 to finance certain Project costs. The City Manager or his designee(s) is/are
53 authorized to take such actions as may be necessary or convenient to complete such
54 amendment to the application.
55

56 2. That the City will grant to the State Authority a pledge of, and lien on, all revenues of the
57 City's water and sewer system for repayment of the Loan.
58

59 3. That the final terms and conditions of the Loan and the loan documents shall be subject to
60 the approval of this Council.
61

62 **ADOPTED** this 14th day of March, 2023.
63

64 **CITY OF MYRTLE BEACH, SOUTH**
65 **CAROLINA**

66 (SEAL)
67

68
69 _____
70 BRENDA BETHUNE, MAYOR

71 Attest:
72

73 _____
74 JENNIFER ADKINS, CITY CLERK