Council Member _____ made a motion to approve the following resolution. A vote of ___.

RESOLUTION TO APPLY FOR STATE REVOLVING FUND (SRF) FUNDING FOR WATER SYSTEM IMPROVEMENTS & REPEAL OF RESOLUTIONS NO. R-25-41 AND R-25-42

Resolution #: R-25-64

WHEREAS, the Town of Black Mountain has identified the need to improve the resiliency and reliability of its municipal water system to prevent service interruption and infrastructure damage during floods, natural disasters, and other hazard events; and

WHEREAS, the Town of Black Mountain intends to pursue a comprehensive program of **Water System Resiliency Improvements**, including **(1) drilling new municipal wells, (2) relocating water lines within high-risk hazard areas, and (3) implementing watershed improvements** to strengthen overall system performance and environmental protection; and

WHEREAS, these projects are essential to ensure a safe, reliable, and sustainable water supply for residents, businesses, and critical facilities within the Town's service area; and

WHEREAS, the Town of Black Mountain intends to request **State Revolving Loan Funds with 100% principal forgiveness** to support these improvements at an estimated total cost of **Five Million Dollars ($5,000,000)**;

NOW, THEREFORE, BE IT RESOLVED BY THE TOWN COUNCIL OF THE TOWN OF BLACK MOUNTAIN:

1. **Financing Commitment.**
   That the Town of Black Mountain, as the Applicant, will arrange financing for all remaining costs of the project, if approved for a State loan and/or grant award.
2. **Operation and Maintenance.**
   That the Applicant will provide for the efficient operation and maintenance of the project upon completion of construction.
3. **Fee Schedule and Repayment.**
   That the Applicant will adopt and place into effect on or before completion of the project a schedule of fees and charges and other available funds sufficient to provide for proper operation, maintenance, and administration of the system, and for repayment of all principal and interest on any debt incurred.
4. **Loan Agreement Provision.**
   That the governing body of the Applicant agrees to include in the loan agreement a provision authorizing the State Treasurer, upon failure of the Town of Black Mountain to make a scheduled repayment of the loan, to withhold from the Town any State funds

otherwise distributable to it in an amount sufficient to pay all sums then due and payable to the State as repayment of the loan.

5. **Authorized Representatives.**
   That **Josh Harrold, Town Manager**, and **Jessica Trotman, Assistant Town Manager**, and their successors so titled, are hereby authorized to execute and file an application on behalf of the Town of Black Mountain with the State of North Carolina for a loan and/or grant to aid in the study, planning, and construction of the **Water System Resiliency and Watershed Improvements Project**, at an estimated amount of **$5,000,000**.
6. **Execution of Documents.**
   That the Authorized Representatives, and successors so titled, are hereby authorized and directed to furnish such information as the appropriate State agency may request in connection with the application or the project; to make the assurances contained herein; and to execute such other documents as may be required in connection with the application.
7. **Compliance with Applicable Laws.**
   That the Applicant has substantially complied or will substantially comply with all Federal, State, and local laws, rules, regulations, ordinances, and funding conditions applicable to the project and to Federal and State grants and loans pertaining thereto.
8. **Repeal of Previous Resolutions R-25-41 and R-25-42.**
   Resolution No. R-25-41 and R-25-42 entitled "Resolution to Apply for Drinking Water State Revolving Fund (SRF) Funding for Drilling of Wells, and "Resolution to Apply for Drinking Water State Revolving Fund (SRF) Funding for Relocation of Water Lines Within High-Risk Hazard Areas", respectfully, that were adopted on August 11, 2025, are hereby **REPEALED** and **REPLACED** with this foregoing resolution.

Adopted this the 11th day of August 2025 at Black Mountain, North Carolina.

_____
C. Michael Sobol, Mayor

ATTEST:

_____
Wesley M. Barker, Town Clerk