

Memorandum

REPORT TO: City Commission

FROM: Jamie Grabinski, Grants Coordinator
Melissa Hodnett, Finance Director

SUBJECT: Resolution to Authorize the City Manager to Sign the Promissory Note and the Loan Agreement with the State of Montana Board of Investments INTERCAP Loan for Financing the Purchase of a Jetting and Vacuum Vactor Truck for Stormwater

MEETING DATE: February 3, 2026

AGENDA ITEM TYPE: Finance

RECOMMENDATION: Resolution to Authorize the City Manager to Sign the Promissory Note and the Loan Agreement with the State of Montana Board of Investments INTERCAP Loan for Financing the Purchase of a Jetting and Vacuum Vactor Truck for Stormwater

STRATEGIC PLAN: 7.5. Funding and Delivery of City Services: Use equitable and sustainable sources of funding for appropriate City services, and deliver them in a lean and efficient manner.

BACKGROUND: The Montana Board of Investments -Intercap loan program has approved the City's request for a loan up to \$563,000 for the purchase of a Stormwater vacuum and jetting vactor truck. The vactor truck was approved in the FY26 adopted annual operating budget on June 10, 2025.

UNRESOLVED ISSUES: None.

ALTERNATIVES: As suggested by Commission.

FISCAL EFFECTS: Debt service associated with any debt proceeds are included in long-term financial models and consistent with the FY26 Adopted Operating Budget.

Attachments:

[Intercap Loan Attorney's Opinion.pdf](#)

[Intercap Loan Only_Vac Truck Documents.pdf](#)

Report compiled on: January 22, 2026