Agenda Item: 3.b

Meeting Date: November 5, 2026

MEMORANDUM

To:	City Commission
Through:	Jennifer K. Bramley, City Manager
From:	Clayton Watkins
Date:	2026-10-30
Subject:	Resolution 26-28 authorizing execution of revised Amendment No. 4 to the Loan Agreement with the Florida Department of Environmental Protection (FDEP) for the State Revolving Fund (SRF) Construction Loan Agreement WW5202C1, for various Wastewater Projects, to decrease that loan by $17,077,603 to $6,417,549, and subsequent execution of SRF Construction Loan Agreement WW5202C2, in an amount equal to $17,540,003.
Presenter(s):	Clayton "Clay" Watkins, P.E., Utilities & Engineering Director
Staff Recommendation:	Motion to approve Resolution 26-28 authorizing execution of revised Amendment No. 4 to the Loan Agreement with the FDEP for the SRF Construction Loan Agreement WW5202C1, for various Wastewater Projects, to decrease that loan by $17,077,603 to $6,417,549, and subsequent execution of SRF Construction Loan Agreement WW5202C2, in an amount equal to $17,540,003.
Strategic Themes:	Infrastructure, Planning & Growth and City Services
Boards & Committees:	N / A
Budget Impact:	Upon execution of revised Amendment No. 4 to FDEP SRF Loan Agreement WW5202C1, the City will be eligible to request reimbursement of up to $23,495,152 for ongoing Wastewater Project expenditures.
Past Action:	1.) November 19, 2019 - Commission awarded the Loan Administration / Compliance Services contract to Woodard & Curran for a State of Florida FDEP Revolving Fund (Loan), in the amount of $299,950 (Agenda Item #2.e); 2.) May 5, 2020 - Commission approved Resolution 20-09 authorizing the loan application to the FDEP SRF Loan program by the City of Dunedin, in the amount of $100,000 for Planning (Agenda Item #3.b);

3.) October 13, 2020 - Commission approved Resolution 20-32 authorizing the adoption of the Facilities Plan, submission of the Plan to the State (FDEP) and designating Authorized Representatives for the SRF Loan (Agenda Item #3.a);
4.) June 15, 2021 - Commission approved Resolution 21-17 authorizing the submission of the SRF Loan Application to obtain funding for the design and construction of Wastewater Projects (Agenda Item #3.c);
5.) September 16, 2021 - Commission approved Resolution 21-25 authorizing the loan agreement to the State FDEP SRF Loan Program by the City of Dunedin to finance the design and construction portion of various Wastewater Projects, in an amount up to $15,550,400 (Agenda Item #2e.);
6.) August 15, 2023 - Commission approved Resolution 23-19 authorizing the application to the State SRF for additional funding of up to $7,649,752 for the design and construction of Wastewater Projects (Agenda Item #3.b.);
7.) September 19, 2023 - Commission approved Resolution 23-23 authorizing the execution of Amendment No. 1, increasing the loan amount by up to $7,649,752 (Agenda Item #3.a);
8.) April 19, 2024 - The City entered into Amendment No. 2 to transfer the oversight and management of the loan to FDEP, delete various subsections of the Loan Agreement WW5202C1, and replace the definition of Grant Allocation Assessment;
9.) July 17, 2025 - Commission approved Resolution 25-20, authorizing the execution of Amendment No. 3 for a one-year time extension (Agenda Item 3.c.); and
10.) October 23, 2025 - Commission approved Resolution 25-31, authorizing the execution of the revised Amendment No. 3 for a one-year time extension and $295,000 increase for technical services during construction (Agenda Item #3.b.).

Next Action:

Execute amended loan agreement with the State FDEP SRF Loan Program to the City of Dunedin, in an amount up to $23,495,152, for the Construction of various wastewater projects, as specified in the Facilities Plan.

Attachments:

A. Resolution - SRF Amendment 4 to WW5202C1 and Authorizing WW5202C2(1012324.3).pdf
B. Dunedin WW5202C1 Amendment 4 - decrease.pdf
C. Dunedin WW5202C2 - WWTP Electrical.pdf
D._Executed_COD_SRF_Construction_Loan_Agreement_WW52(
E._SRF_FY23_Priority_List_Funding_Recommendations.pdf
F._SRF_Loan_WW5202C1_Amendment_3_Original.pdf
G._SRF_Loan_WW5202C1_Amendment_2.pdf
H._Dunedin_WW5202C1_A1_-_1st_Amendment_to_the_SRF_Loan__Executed_.pdf

Background:

In November, 2019, the City awarded a contract for Loan Administration / Compliance Services to Woodard & Curran, to

facilitate the acquisition of a Florida Department of Environmental Protection (FDEP) State Revolving Fund (SRF) Loan. This SRF loan was to be utilized to update or replace Wastewater infrastructure identified in the Utilities Master Plan, for the following projects:

1) Electrical System Upgrades for the Wastewater Treatment Plant; and
2) Electrical System Upgrades for the Wastewater Collections System; and
3) SCADA (Supervisory Control and Data Acquisition) System Upgrades for the Wastewater Treatment Plant; and
4) SCADA System Upgrades for the Wastewater Collections System.

In May 2020, the Commission approved Resolution 20-09 authorizing the loan application to the FDEP SRF Loan Program by the City of Dunedin to finance the planning portion of the Wastewater Projects noted above.

In October 2020, Resolution 20-32 was approved by the Commission to adopt the Facilities Plan, authorize submission of the Plan to the State (FDEP), and to designate authorized representatives in order to obtain eligibility for SRF funding, for the construction of the Wastewater Projects.

In June 2021, Resolution 21-17 was approved by the Commission, authorizing the submission of the State Revolving Fund (SRF) Loan Application to obtain funding for the design and construction of various Wastewater Projects.

In August, 2021, the State held a Priority List Hearing and authorized the construction portion of the City's SRF Loan request, increasing the loan amount to the City by $10,395,000, for a total of $15,550,400.

In September 2021, Resolution 21-25 was approved by the Commission, amending Resolution 21-17 to approve the form and authorize the execution of the loan agreement; provide assurances of compliance with loan program requirements; provide for conflicts and severability; and provide for an effective date.

In April 2022, the Commission awarded the Citywide Lift Station Control Panel Replacement and Lift Station SCADA System Upgrades (Bid #22-1197) to General Control Systems, Inc., of Albany, NY, for $4,365,445.

In September 2023, the Commission adopted Resolution 23-19 authorizing the execution of Amendment No. 1 to FDEP SRF loan

application WW5202C1 for an additional amount up to $7,649,752, for a total amount up to $23,200,152.

In April 2024, the City entered into Amendment No. 2 to transfer the oversight and management of the loan to FDEP, delete various subsections of the Loan Agreement WW5202C1, and replace the definition of Grant Allocation Assessment.

In July 2024, the Commission awarded the WWTP SCADA System Upgrades (Bid #24-1268) to Process Automation and Control, Inc., of New Port Richey, FL, in the amount of $1,098,098.

In June 2025, the Commission awarded the WWTP Electrical System Upgrades (Bid #25-2520) to TLC Diversified, Inc., of Palmetto, FL, in the amount of $16,116,563.

In July 2025, the Commission considered Resolution 25-20, authorizing the execution of Amendment No. 3 for a one-year time extension. Before the amendment was signed by the State, a $295,000 loan increase for additional technical services during construction was requested, requiring issuance of a revised Amendment No. 3 to include both the time extension and loan increase.

Subsequently, the Commission adopted Resolution 25-31 in October 2025 authorizing execution of the revised Amendment No. 3 to replace and repeal Resolution 25-20.

SRF Loan Agreement WW5202C1 is currently funding three (3) separate Wastewater projects: Citywide Lift Station Control Panel Replacement & Lift Station SCADA System Upgrades; WWTP SCADA System Upgrades; and WWTP Electrical Systems Upgrades. With the Citywide Lift Station Control Panel Replacement & Lift Station SCADA System Upgrades, and WWTP SCADA System Upgrades projects nearing completion, FDEP has requested the funding for the WWTP Electrical Systems Upgrades Project (with completion expected in June 2028) be split into a separate agreement, SRF Loan Agreement WW5202C2.

As a result, Amendment 4 to SRF Loan Agreement WW5202C1 reduces the loan agreement by $17,077,603 to $6,417,549, with a new expiration date of February 15, 2027. In turn, SRF Loan Agreement WW5202C2, for an amount of $17,077,603 with an estimated payoff amount of $17,540,003 (including interest), and an interest rate of 2.16% per annum, will have an expiration date of February 15, 2029. Upon execution of revised Amendment 4, and SRF Agreement WW5202C2, the City will be eligible to request reimbursement of up to $23,495,152 for ongoing

Wastewater Project expenditures.

As such, staff hereby recommends Commission approval of Resolution 26-28 authorizing the execution of Amendment No. 4 to FDEP SRF Loan Agreement WW5202C1, decreasing that agreement by $17,077,603 to $6,417,549, and the subsequent execution of FDEP SRF Loan Agreement WW5202C2, in the amount of $17,540,003 for the ongoing construction of various Wastewater Projects, as detailed herein.