



AGENDA ITEM #7.

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July 14, 2026

MEMORANDUM

TO: Board of Commissioners

FROM: Brian Henshaw

SUBJECT: Approval of Resolution No. 2320-26 Related to Funding for the Panorama Water Storage Tank

Requested Action:

Approve Resolution No. 2320-26, supporting the application for a low interest loan to fund the Panorama Water Storage Tank.

Background:

The Panorama Storage Tank project is a 1.6 MG prestressed concrete tank located south of the Judy Reservoir. Installation of the water storage tank will provide equalizing, standby, and fire suppression storage to the water treatment plant and Panorama service area. The project is currently 90% designed, with an estimated construction cost of \$16.5 million. This is the largest project identified in the 2026 Capital Improvement Plan; therefore, funding options are being explored to help cover the cost of the CIP.

A similar resolution was approved in December 2025 to apply for pre-construction funding from the Public Works Board. That application resulted in our selection for a \$750,000 loan with a 5-year term at an interest rate of 1.06%, which we accepted on March 10, 2026.

Fiscal Impact:

The Drinking Water State Revolving and Public Works Board Funds are two sources of low-interest loans available to governmental agencies for capital construction projects. The final borrowing rate for any loan will depend upon market and program conditions at the time of award. The PUD is not obligated to move forward with a loan unless the terms are mutually agreeable to both parties.

Enclosures: 1. [Resolution 2320-26](#)