



Alaska Department of Environmental Conservation State Revolving Fund Program



Project #503181-E, Programmatic Financing for Drinking Water Infrastructure

Alaska State Revolving Fund Program provides \$5,400,000 low-interest loan to replace lift station and force main

The Alaska Department of Environmental Conservation (ADEC) awarded a \$5,400,000 low-interest loan to the City of Kodiak to replace the City's largest lift station. The lift station is a critical component of the City's wastewater system that pumps directly to the wastewater treatment plant. The lift station structure, electric controls, pumps, and force main are approximately 45 years old and have reached the end of their useful lives.

This lift station replacement project will achieve a number of benefits, including the following:

- Prevent equipment failures that would lead to costly emergency repairs,
- Prevent discharge of wastewater that would create a public health hazard and environmental compliance issues.

ADEC is authorized by state law to issue loans to borrowers for eligible wastewater system infrastructure projects. Administration of the loan is through the ADEC State Revolving Fund Program under the authority of the Alaska Clean Water Fund.

The loan from the Alaska Clean Water Fund for this project carries a below market-rate finance rate of 1.65625% payable over 20 years. The Alaska Drinking Water Fund is capitalized annually by a grant from the Environmental Protection Agency. The Drinking Water State Revolving Fund programs operate around the country to provide states and communities the resources necessary to maintain and improve the infrastructure that protects our valuable water resources nationwide.

For more information about this project or to learn more about financing options for other projects, contact the SRF Program at dec.srfprogram@alaska.gov.