

**LACONIA CITY COUNCIL AGENDA
MAY 22, 2023**

**STAFF REPORT
AGENDA ITEM 21.B.
REQUEST FROM THE LACONIA WATER DEPARTMENT FOR
REALLOCATION OF FUNDS FROM THE “LAKEPORT WATER PROJECT”
TO THE “CLEARWELL PUMP #2” PROJECT**

Discussion: In the fall of 2020 the Laconia Water Department received a \$1.8 million dollar loan from Northway Bank to fund its “Lakeport Water Project”. This physical project has now been completed, and all pay applications have been fulfilled 100% for the water portion. After making a \$400,000 principal reduction payment, there is still \$68,927.67 left from this loan.

At the Water Treatment Plant, Clearwell pump #2 is failing and needs to be replaced. The Water Department has a pump and motor on order, and this project is estimated to cost approximately \$130,000.

The Water Department would like to reallocate the remaining funds from the “Lakeport Water Project” to its “Clearwell pump #2” project. Because this Clearwell pump is not part of the Lakeport project, according to RSA 33:3-a, once the project is complete the remaining funds can be reallocated by a two-thirds vote of the City Council.

Fiscal Impact:

Staff Recommendation: Staff recommends approval of the reallocation as proposed.

This report submitted by: Ben Crawford, Superintendent, Laconia Water Department

Proposed motions:

“I move to approve Resolution 2023-14 as presented to authorize reallocation of funds from the “Lakeport Water Project” to the “Clearwell Pump #2” project.”