



City of Tampa Agenda Item Request

Department: Revenue and Finance

Council Regular

Submittal Date: 2/17/2026
Requested Meeting Date: 3/05/2026
Type of Request: Council Resolution
Contact: Amy Murphy 813-274-7288
Subject: FDEP SRF Loan Application – Potable Water Interconnects Project

Resolution / Ordinance Title A resolution of the City of Tampa relating to the State Revolving Fund Program; authorizing the application for a state revolving fund loan of twenty (\$20) million with a fifty percent (50%) principal forgiveness provision for drinking water facilities; authorizing execution of the application by the Mayor; providing an effective date.

BACKGROUND:

The City currently has two points of interconnect with Tampa Bay Water. The main point of connection is located near the northeastern part of the Water Department's service area with maximum daily delivery capacity of about 40 million gallons. A second point of connection is in the southeastern part of the service area and is not yet a permanent point of connection as this location was installed originally as an emergency interconnect only. Based on previous hydraulic analysis performed by the City, it was clear that existing points of connection alone are not sufficient to serve the water service area if its self-supply becomes unavailable. It is one of the Water Department's strategic goals to identify and develop an alternative solution that will enable the Water Department to continuously provide a minimum level of service to its customers during emergencies. The Water Department will complete its master plan update and identify recommended project elements for multiple, fully functioning interconnects with Tampa Bay Water. Through this effort, the Water Department can be better prepared to continuously provide critical water service to its customers even during emergencies and mitigate risks that threaten water supply security and resilience.

On December 21, 2024, the American Relief Act, 2025, was signed into law and provides disaster relief funding to the U.S. Environmental Protection Agency for the State Revolving Fund programs, including approximately \$3.0 billion for clean water and drinking water infrastructure in states impacted by Hurricanes Helene and Milton and the Hawai'i wildfires. The Florida Department of Environmental Protection (FDEP) Drinking Water State Revolving Fund Supplemental Appropriation for Hurricanes Helen and Milton and Hawai'i Wildfires Capitalization Grant Priority List designates Project Number 2902I entitled Potable Water Interconnects Project as eligible for available funding which includes planning, design, and construction. The City must submit a State Revolving Fund loan application to the Florida Department of Environmental Protection to obtain such funding. The City seeks City Council approval for the Mayor to submit a loan application with the FDEP under the State Revolving Fund for project financing of \$20 million, with a 50% principal forgiveness provision, such that one-half of the principal amount of the loan will not be required to be repaid by the City. The interest rate is 0% with a 2% one-time service fee. The City's water system has sufficient net revenues to service the projected annual debt service for a term of 20 years.

FISCAL IMPACT: Yes

FISCAL IMPACT STATEMENT:

This resolution authorizes the City to submit the loan application through the Florida Department of Environmental Protection's State Revolving Fund Program for project financing of \$20 million with a 50% principal forgiveness provision, such that one-half of the principal amount of the loan will not be required to be repaid by the City. The interest rate is 0% with a 2% one-time service fee. The City's water system has sufficient net revenues to service the projected annual debt service for a term of 20 years.

PROJECTED COSTS: .

Revenue and Finance will establish the accounting structure for the loan proceeds and expenditures upon award. It will have a distinct fund to ensure that there is no co-mingling with other revenue/debt sources and expenses.

Loan Information:

\$20,400,000 Loan amount
(\$400,000) 2% one-time service fee
\$20,000,000 Loan proceeds for project

Debt Service Information - 20 years:

\$20,400,000 Loan amount
(\$10,000,000) Less principal forgiveness
\$10,400,000 Estimated loan principal amount

Annual estimated maximum debt service (principal only) of \$520,000; the loan program forgives interest on the outstanding principal.

Approver	Timestamp	Role
Amy Murphy	2/18/2026 9:28:00 AM	Submitter
Ken Farrell	2/18/2026 9:33:09 AM	Department Head
Rory Jones	2/18/2026 1:18:12 PM	Water
Astonah Turner	2/18/2026 1:56:48 PM	Attorney Coordinator
Justin Vaske	2/18/2026 2:00:39 PM	Assistant City Attorney
Cate Wells	2/18/2026 2:16:45 PM	City Attorney
BRAD BAIRD	2/18/2026 2:40:39 PM	Infrastructure Deputy
JEAN DUNCAN	2/18/2026 8:11:37 PM	Infrastructure and Mobility
Ken Farrell	2/19/2026 7:23:57 AM	Finance Coordinator
Amy Murphy	2/19/2026 8:49:09 AM	Finance Fiscal and Lead Analyst
Ty Hawthorne	2/19/2026 8:53:53 AM	Budget Operating Manager
Michael Perry	2/23/2026 3:36:32 PM	Budget Officer
Dennis Rogero	2/26/2026 3:43:13 PM	Chief Financial Officer
JOHN BENNETT	2/26/2026 3:49:12 PM	Chief of Staff
JOHN BENNETT	2/26/2026 3:50:09 PM	Mayor