

State of Minnesota

Lead Service Line Replacement Program

Project Order ID Duluth_LSLR_12

MDH Project ID 1690011-30

This Project Order contract is issued under *Master Loan (Bond Purchase) and/or Grant Agreement* ID Duluth_LSLR_00 between the Authority and the City of Duluth (“Recipient”). Capitalized terms used but not defined in this Project Order have the meaning ascribed to them in the Master Contract. All of the duties, obligations, policies, procedures, and terms of the Master Contract associated with this Project Order are incorporated herein by this reference.

1 Term of Project Order

1.1 Effective date:

June 23, 2026, or the date the Authority obtains all required signatures under Minnesota Statutes § 16C.05, Subd. 2, whichever is later. Per Minnesota Statutes § 16B.98 Subd. 7, no payments will be made to the Recipient until this Project Order is fully executed. Notwithstanding the effective date of this Project Order, the Authority shall reimburse the Recipient for prior eligible Project Order costs incurred by the Recipient contingent upon the availability of appropriated funds.

1.2 Expiration date:

June 30, 2028, or until all obligations have been satisfactorily fulfilled, whichever occurs first.

2 Scope of Project Order

2.1 Activities:

Reimbursement is limited to the project activity identified in Exhibit A attached hereto.

2.2 Total Obligation:

The total obligation of the Authority for all reimbursements to the Recipient under this Project Order will not exceed \$4,603,500.00 as detailed in Exhibit A.

3 Loan Repayment Terms

Unless repaid earlier, the Recipient must repay the Loan (if any), in the amounts and on the dates set forth in Exhibit B attached hereto (notwithstanding the rate of disbursement of the Loan).

4 Project Order Managers

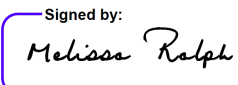
The Authority’s Project Order Manager is Paul Perez, Loan Officer Sr, (651) 259-7475, Paul.Perez@state.mn.us.

The Recipient’s Project Order Manager is Jon Maruska, Senior Engineering Specialist, (218) 730-5093, jmaruska@duluthmn.gov.

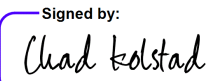
Recipient name: City of Duluth
 Authority Contract ID: Duluth_LSLR_12

The Authority and the Recipient have caused this Project Order contract to be duly executed by their duly authorized undersigned representatives. Statutory Cities must execute this Project Order contract as provided in Minnesota Statutes § 412.201, as amended. Home Rule Charter Cities must execute this Project Order contract as provided in Minnesota Statutes, Chapter 410, as amended.

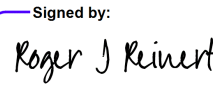
1. State Encumbrance verification: *Individual certifies that funds have been encumbered as required by MN Statute § 16A.15.*

By 
Signed by:
49A028F9C972459...
 Name Melissa Ralph
 Date 7/1/2026
 Title MPFA Encumbrance Signer

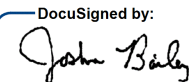
3. State Agency-MN Public Facilities Authority.

By 
Signed by:
B0057BB038A441F...
 Name Chad Kolstad
 Date 7/6/2026
 Title Acting Executive Director, or delegate

2. Recipient:

By 
Signed by:
A1D488341A6B484...
 Name Roger J Reinert
 Date 7/6/2026
 Title Mayor

By 
Signed by:
A38F43F369FD460...
 Name Alyssa Denham
 Date 7/1/2026
 Title City Clerk

By 
DocuSigned by:
5DCCA8A0CCFE4D1...
 Name Josh Bailey
 Date 7/6/2026
 Title City Auditor

By 
Signed by:
D87E57B1847240F...
 Name Terri Lehr
 Date 7/2/2026
 Title City Attorney

City of Duluth Contract # 25154
 AccountsPayable@DuluthMN.gov

Exhibit A: Scope of Project Order ID Duluth_LSLR_12

Project-related cost (may be combination of grant and loan):

Project Order Costs:

\$3,069,000.00

Construction: Replacing lead drinking water service lines for the property addresses listed in the MDH Project Certification, as amended, including any related design and engineering, inspection, project compliance costs, and other eligible items.

Non-Construction: Providing information to residents on the benefits of replacing lead service lines; post-construction testing, abatement, and site restoration efforts.

Debt Grant to repay the Project Order Costs-Debt Service:

\$1,534,500.00

Total obligation of the Authority:

\$4,603,500.00

Description	Amount
Loan for Project Order Costs	\$1,534,500.00
Grant for Project Order Costs	\$1,534,500.00
Grant to repay the Loan	\$1,534,500.00
Total	\$4,603,500.00

Note: This Project Order encumbers \$4,603,500.00 for the Authority to pay out to the Recipient. This includes the approved budget for project costs of \$3,069,000.00, plus a grant of \$1,534,500.00 from the Authority to be used by the Recipient to repay the portion of the project costs paid out as a loan.

Exhibit B: Pro Forma Loan Schedule for Project Order ID Duluth_LSLR_12

MN Public Facilities Authority

Drinking Water State Revolving Fund-LSLR

Duluth_LSLR_12

MPFA-LSLF-L-085-FY26
LSLR 1690011-30 120 lines

1,534,500.00

Rate: 0%

Approv Date:

Maturity: 06/30/28

Term:

final loan amount: 1,534,500.00

<u>Date</u>	<u>Effective</u>	<u>Source</u>	<u>Disbursement</u>	<u>Repayment</u>	<u>Interest</u>	<u>Principal</u>	<u>Loan Balance</u>
projected	07/29/26		191,000.00				191,000.00
projected	08/26/26		191,000.00		-		382,000.00
projected	09/23/26		191,000.00		-		573,000.00
projected	10/28/26		191,000.00		-		764,000.00
projected	11/25/26		191,000.00		-		955,000.00
projected	12/22/26		191,000.00		-		1,146,000.00
projected	01/26/27		191,000.00		-		1,337,000.00
projected	02/23/27		197,500.00		-		1,534,500.00
	06/30/28			1,534,500.00	-	1,534,500.00	-
<u>totals</u>			<u>1,534,500.00</u>	<u>1,534,500.00</u>	<u>-</u>	<u>1,534,500.00</u>	

Notes:

Per 446A.081 Subd. 8. Loan conditions: (h) The interest rate for loans to replace lead service lines shall be zero percent with principal payments commencing not later than 18 months after completion of the project.

This will be backed by a temporary-obligation Grant Anticipation Note. The award of the grant to repay the loan will occur simultaneously, and in the same contract, with the loan.

When disbursement of the loan portion of this Project Order is complete: that is when the Recipient would request disbursement of the grant to repay the loan.

Upon receipt of that grant, the Recipient will immediately repay the loan.

Certificate Of Completion

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Status: Completed

Subject: Docusign: Duluth_LSLR_12_POContract.pdf, Duluth_LSLR_13_POContract.pdf

Source Envelope:

Document Pages: 8

Signatures: 12

Certificate Pages: 6

Initials: 0

AutoNav: Enabled

Envelopeld Stamping: Enabled

Time Zone: (UTC-06:00) Central Time (US & Canada)

Envelope Originator:

Minnesota Public Facilities Authority

444 Lafayette Road No.

St. Paul, MN 55155

mn.pfa@state.mn.us

IP Address: 156.99.30.174

Record Tracking

Status: Original

7/1/2026 10:06:44 AM

Holder: Minnesota Public Facilities Authority

mn.pfa@state.mn.us

Location: DocuSign

Security Appliance Status: Connected

Pool: StateLocal

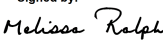
Signer Events

Melissa Ralph

melissa.ralph@state.mn.us

Security Level: Email, Account Authentication
(None)

Signature

Signed by:

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Signature Adoption: Pre-selected Style

Using IP Address: 156.99.30.174

Timestamp

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Viewed: 7/1/2026 10:45:11 AM

Signed: 7/1/2026 10:45:29 AM

Electronic Record and Signature Disclosure:

Not Offered via Docusign

Alyssa Denham

adenham@duluthmn.gov

City Clerk

Security Level: Email, Account Authentication
(None)

Signed by:

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Signature Adoption: Pre-selected Style

Using IP Address: 156.99.162.253

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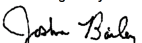
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Josh Bailey

jbailey@duluthmn.gov

City Auditor

Security Level: Email, Account Authentication
(None)

DocuSigned by:

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Signature Adoption: Drawn on Device

Using IP Address: 156.99.162.253

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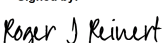
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Roger J Reinert

rreinert@duluthmn.gov

Mayor

Security Level: Email, Account Authentication
(None)

Signed by:

A1D488341A6B484...

Signature Adoption: Pre-selected Style

Using IP Address: 156.99.162.253

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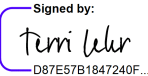
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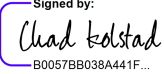
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Signer Events	Signature	Timestamp
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Chad Kolstad Chad.Kolstad@state.mn.us Security Level: Email, Account Authentication (None)	Signed by:  B0057BB038A441F... Signature Adoption: Pre-selected Style Using IP Address: 156.99.30.174	Sent: 7/6/2026 12:22:35 PM Viewed: 7/6/2026 12:38:14 PM Signed: 7/6/2026 12:39:23 PM
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In Person Signer Events	Signature	Timestamp
Editor Delivery Events	Status	Timestamp
Agent Delivery Events	Status	Timestamp
Intermediary Delivery Events	Status	Timestamp
Certified Delivery Events	Status	Timestamp

Carbon Copy Events	Status	Timestamp
Jon Maruska jmaruska@duluthmn.gov Security Level: Email, Account Authentication (None)	COPIED	Sent: 7/1/2026 10:45:33 AM
Electronic Record and Signature Disclosure: Not Offered via Docusign		

Paul Perez Paul.Perez@state.mn.us Security Level: Email, Account Authentication (None)	COPIED	Sent: 7/6/2026 12:39:24 PM
Electronic Record and Signature Disclosure: Not Offered via Docusign		

Witness Events	Signature	Timestamp
Notary Events	Signature	Timestamp

Envelope Summary Events	Status	Timestamps
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Signing Complete	Security Checked	7/6/2026 12:39:23 PM
Completed	Security Checked	7/6/2026 12:39:24 PM
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