

STATE WATER RESOURCES CONTROL BOARD
RESOLUTION NO. 87- 105

APPROVAL OF DRAFT CONCEPT PAPER FOR CONVERSION
TO A STATE REVOLVING FUND LOAN PROGRAM

WHEREAS:

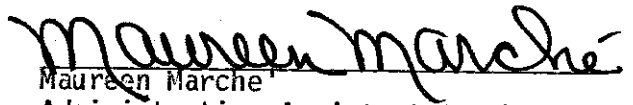
1. The Water Quality Act (Act) of 1987 authorizes the creation of State Revolving Fund (SRF) loan programs, funded by federal capitalization grants, to replace the federal grant program for construction of wastewater treatment facilities.
2. The state has a significant degree of flexibility under the Act to develop the loan program according to the state's priorities and needs.
3. After a review of the Act, the Division of Clean Water Grants has prepared a Concept Paper for conversion to a State Revolving Fund Loan Program in accordance with said Act.
4. The creation of a state loan program is a new effort needing further study of the allowed uses of SRF assets to assure that the long term viability of the program is maintained.

THEREFORE BE IT RESOLVED:

1. That the concepts and recommendations expressed in the attached Concept Paper for Conversion to a State Revolving Fund Loan Program, dated November 1987, are approved.
2. That conversion to a full loan program take place October 1, 1988.
3. That, to the extent possible, an annual funding level of \$150 million be maintained for the loan program.
4. That staff be directed to investigate, on a parallel course with development of the Policy and Implementation Plan, the feasibility of leveraging SRF assets to help maximize the growth of the loan account.
5. That a hardship grant program for small communities should be initiated by seeking approval of the 1988 Clean Water Bond Law.
6. That the concepts and the recommended direction of the loan program may be modified from time to time as the Board shall direct.

CERTIFICATION

The undersigned, Administrative Assistant to the State Water Resources Control Board, does hereby certify that the foregoing is a full, true, and correct copy of a resolution duly and regularly adopted at a meeting of the State Water Resources Control Board held on November 17, 1987.


Maureen Marche
Administrative Assistant to the Board