STATE WATER BOARD **RESOLUTION NO. 2005-0045**

ADOPTION OF THE STATE FISCAL YEAR (SFY) 2005/06 STATE REVOLVING FUND (SRF) LOAN PROGRAM PRIORITY LIST

WHEREAS:

- 1. The Division of Financial Assistance (Division) has developed the SFY 2005/06 SRF Loan Program Priority List based on input from the California Water Boards, State Water Board (State Water Board) staff, and the public consistent with the Federal Clean Water Act;
- 2. The State Water Board has suspended processing new loan applications for the SRF Program;
- 3. It is expected that the federal appropriations bill for Federal Fiscal Year (FFY) 2005 not place any limitations on which Federal Clean Water Act Needs Categories can receive funding;
- 4. The State Water Board has available approximately \$30 million in grant funds from Propositions 40 and 50 for the Small Communities Wastewater Grant (SCWG) program to help small, financially disadvantaged communities afford wastewater infrastructure improvement projects;
- 5. The State Water Board made available the limited SRF funds to projects that received a SCWG construction grant commitment when it adopted the SFY 2004/2005 Loan Program Priority List; and
- 6. Up to four percent of the FFY 2005 Federal Capitalization Grant is available for state administration.

THEREFORE BE IT RESOLVED THAT:

The State Water Board:

- 1. Approves the placement of projects in Priority Classes A through D on the fundable portion of the <u>SFY 2005/06 SRF</u> Loan Program Priority List;
- 2. Directs that funding for all Needs Categories be eligible for the fundable portion of the SFY 2005/06 List;
- 3. Directs that projects that receive SCWG funds for construction from Propositions 40 and 50 be eligible for the fundable portion of the SFY 2005/2006 List;
- 4. Approves the set-aside of up to four percent of the FFY 2005 Capitalization Grant for SRF Loan Program administration; and

5. Adopts the SFY 2005/06 SRF Loan Program Priority List.

CERTIFICATION

The undersigned, Clerk to the 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 June 16, 2005.

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Debbie Irvin Clerk to the Board