

STATE WATER RESOURCES CONTROL BOARD  
RESOLUTION NO. 86-4

POLICY ON LIMITING STEP 3 AND 4 (CONSTRUCTION) GRANT INCREASES  
CLEAN WATER GRANT PROJECTS

WHEREAS:

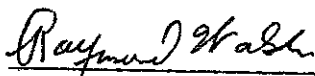
1. The grant program continues to face a serious funding shortfall and, to the extent feasible, the Board wants to control construction cost overruns.
2. The State Board adopted Resolution No. 82-38 on September 2, 1982, that limits Step 3 and 4 (construction) grant increases to a five percent contingency amount.
3. The Environmental Protection Agency promulgated a final rule on November 12, 1985, which also limits Step 3 and 4 increases to a five percent contingency amount, effective February 10, 1986.
4. The final rule is similar to the existing State Board policy, except it allows grant increases for unforeseen site conditions, and provides for the five percent contingency amount to be based on all of the eligible construction costs.

THEREFORE BE IT RESOLVED:

1. That the Board terminates the September 2, 1982 policy for all Step 3 and 4 grants issued after February 9, 1986, and that the Board policy will continue to apply to grants awarded between October 1, 1982 and February 9, 1986, including any subsequent amendments to these grants.

CERTIFICATION

The undersigned, Executive Director of 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 January 23, 1986.



Raymond Walsh  
Interim Executive Director