

STATE WATER RESOURCES CONTROL BOARD  
RESOLUTION NO. 2001- 003

ADOPTION OF THE WATER RECYCLING CONSTRUCTION PROGRAM  
PROJECT PRIORITY LIST

**WHEREAS:**

1. The Safe Drinking Water, Clean Water, Watershed Protection and Flood Protection Act (Bond Law), Proposition 13, allocated \$40,000,000 to the Water Recycling Subaccount to provide loans and grants for facilities planning, design and construction of water recycling projects;
2. The Bond Law also provided that unallocated funds and loan repayments from water recycling subaccounts of 1988 and 1996 bond laws be transferred and deposited into the 2000 Water Recycling Subaccount;
3. The Bond Law specifies that 60 percent of the Water Recycling Subaccount shall be allocated to six southern California counties, the Counties of Riverside, Ventura, Los Angeles, San Diego, Orange, and San Bernardino, and that 40 percent shall be allocated to the remaining counties;
4. The Bond Law specifies that 50 percent of the Water Recycling Subaccount shall be used for grants for design and construction of water recycling projects;
5. The Division of Clean Water Programs (Division) received questionnaires from local agencies interested in having water recycling projects placed on a priority list;
6. The total funding requests from local agencies requesting placement of water recycling projects on a priority list exceeds the funds available; and
7. The Division has prepared a draft Water Recycling Construction Program Project Priority List.

**THEREFORE BE IT RESOLVED THAT:**

The State Water Resources Control Board:

1. Adopts the Water Recycling Construction Program Priority List, with funding to be provided to projects within the categories of projects that have completed or are in the final stages of facilities planning and that augment the state's water supply or provide other local benefits, designated Priority Categories 1.A. and 1.B.;
2. Sets the maximum funding amount of a combined grant and loan per eligible water recycling project at \$20 million;
3. Sets the grant funding to 25 percent of eligible costs, up to \$5 million per project with the balance of the eligible project cost to be funded with a low interest loan;
4. Sets a limit on the combined subsidy of capital costs of a project, when the funding from the Water Recycling Construction Program is combined with other state and federal funding, to 45 percent;
5. Requires that agencies demonstrate cost-effectiveness of proposed projects in applications for funding through an evaluation of technical, institutional, and financial feasibility and economic, environmental, and social factors; and

6. Requires that reclaimed water market for proposed projects be supported by market assessments and market assurances and that any necessary interagency agreements be concluded before funding approval.

#### CERTIFICATION

The undersigned, Administrative Assistant 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 January 25, 2001.

/s/

Maureen Marché

Administrative Assistant to the Board

For a copy of the List, contact Sandy Houck at (916) 341-5693