

STATE WATER RESOURCES CONTROL BOARD  
RESOLUTION NO. 2002 - 0020

APPROVAL OF A STATE REVOLVING FUND (SRF) LOAN INCREASE FOR  
LOS OSOS COMMUNITY SERVICES DISTRICT (DISTRICT); WASTEWATER COLLECTION, TREATMENT AND  
DISPOSAL PROJECT (PROJECT);  
SRF LOAN NO. C-06-4014-110

WHEREAS:

1. The State Water Resources Control Board (SWRCB), on February 16, 1995, adopted the *Policy for Implementing the SRF for Construction of Wastewater Treatment Facilities*, and revised it on June 18, 1998;
2. The SWRCB, on June 21, 2001, adopted the state fiscal year 2001/2002 SRF Loan Program Priority List which included the Project in Priority Class A;
3. As of October 1, 2001, cash flow projections indicate that there may be delays in cash disbursements for approved SRF Loans. The delays may extend to July 1, 2002.
4. On February 15, 1990, the SWRCB adopted Resolution No. 90-19 to provide a funding commitment of \$47 million to the San Luis Obispo County for the construction of the Project at the Los Osos/Baywood Park service areas. In a November 1998 local election, the voters approved the formation of the District, which replaced the County's jurisdiction over the Project area.
5. On August 9, 2001, the District requested an increase of the SRF funding from the approved funding commitment of \$47 million to \$65.4 million due to inflation and waste discharge requirements issued by the Central Coast Regional Water Quality Control Board;
6. The Division of Clean Water Programs (Division) has approved the Facilities Plan Amendment for the District's Project on September 28, 2001; and
7. The District's Board adopted Resolution No. 2001-04 certifying that the final Environmental Impact Report (EIR) for the Project was prepared in compliance with the California Environmental Quality Act, which included an analysis for the proposed project. The EIR has been reviewed and considered, and it has been determined that changes or alterations have been required in, or incorporated into the proposed project which avoid or reduce to less than significant levels potentially significant environmental effects identified in the EIR. These changes or alterations are not within the responsibility and jurisdiction of the SWRCB and have been adopted or should be adopted by other agencies.
8. The SWRCB's approval of the District's SRF loan will not impact the current cash flow situation in the SRF loan program. The Division will initiate loan disbursement after the sale of the State Revenue Bonds in 2002.

THEREFORE BE IT RESOLVED THAT:

The State Water Resources Control Board