

**STATE WATER RESOURCES CONTROL BOARD  
RESOLUTION NO. 2006 - 0037**

ADOPTION OF THE STATE FISCAL YEAR (SFY) 2006/07  
STATE REVOLVING FUND (SRF) LOAN PROGRAM PRIORITY LIST

WHEREAS:

1. The Division of Financial Assistance (Division) has developed the SFY 2006/07 SRF Loan Program Priority List based on input from the Regional Water Quality Control Boards, staff of the State Water Resources Control Board (State Water Board), and interested parties consistent with the Federal Clean Water Act and associated regulations;
2. The State Water Board has sufficient funds to process new loan applications for the SRF Program;
3. It is expected that the federal appropriations bill for Federal Fiscal Year (FFY) 2006 will not place any limitations on which Federal Clean Water Act Needs Categories can receive funding; and
4. Up to four percent of the FFY 2006 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 with a preliminary loan commitment on the fundable portion of the SFY 2006/07 SRF Loan Program Priority List;
2. Directs that funding for all Needs Categories be eligible for the fundable portion of the SFY 2006/07 List;
3. Directs that the funding cap be maintained at the current level of \$25 million per year per agency and reaffirms the Division Chief's discretion to accelerate project disbursements for a loan recipient in a particular year as long as the loan recipient ultimately receives the same funding amount if it had remained under the cap.
4. Approves the set-aside of up to four percent of the FFY 2006 Capitalization Grant for SRF Loan Program administration;
5. Adopts the SFY 2006/07 SRF Loan Program Priority List; and
6. Cautions that placement on the list is not a guarantee of funding, as "readiness to proceed" is a factor to be evaluated by the Division, encompassing among other things, credit worthiness.

**CERTIFICATION**

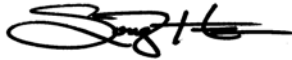
The undersigned, Clerk to the Board, does hereby certify that the foregoing is a full, true, and correct copy of a resolution duly and regularly adopted at a meeting of the State Water Resources Control Board held on June 7, 2006.

AYE: Tam M. Doduc  
Gerald D. Secundy  
Arthur G. Baggett  
Charlie Hoppin

NO: None

ABSENT: None

ABSTAIN: None



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Clerk of the Board