

**STATE WATER RESOURCES CONTROL BOARD  
RESOLUTION NO. 2007 – 0023**

RESOLUTION APPROVING A PRELIMINARY STATE REVOLVING FUND (SRF) LOAN COMMITMENT TO THE CITY OF PALO ALTO (CITY) FOR CONSTRUCTION OF THE MOUNTAIN VIEW/MOFFETT AREA RECYCLED WATER DISTRIBUTION SYSTEM (PROJECT);  
SRF LOAN PROJECT NO. C-06-4132-110

WHEREAS:

1. The State Water Resources Control Board (State Water Board) adopted the “*Policy for Implementing the State Revolving Fund for Construction of Wastewater Treatment Facilities*,” and amended it on September 22, 2005;
2. The State Water Board, on June 7, 2006, adopted the State Fiscal Year 2006/2007 SRF Loan Program Priority List that included the City’s Project in Priority Class C;
3. The Division of Financial Assistance (Division) approved the Water Recycling Funding Program (WRFP) Preliminary Funding Commitment for the City’s Project on August 31, 2006, in Division Item No. DFA-2006-63;
4. The Division approved the Facility Plan for the City’s Project on February 9, 2007, and the City agreed with the approval on February 13, 2007;
5. The City prepared and adopted an Initial Study/Mitigated Negative Declaration for its proposed Project;
6. The City Council approved the project on December 21, 2004, and filed a Notice of Determination with the San Mateo County Clerk on January 12, 2005;
7. The City modified its Project alignment to minimize impacts to the environment; and
8. State Water Board staff have reviewed and considered these environmental documents and determined that the Project will not have any significant water quality impacts.

THEREFORE BE IT RESOLVED THAT:

The State Water Board:

1. Approves a SRF Preliminary Funding Commitment of \$19 million for the City’s Project, with a repayment period of 20 years, with the first repayment due one year after completion of construction;
2. Includes a condition that this SRF Preliminary Loan Commitment will expire if the City does not issue a “Notice-to-Proceed” to construction for the Project by March 3, 2008, and sign the SRF local match loan agreement by March 3, 2009. The Division staff may approve up to a 90-day extension for good cause for both dates; and

3. Directs the Division to allocate \$19 million consistent with the construction schedule and availability of funds.

### 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 Board held on May 22, 2007.

AYE: Tam M. Doduc  
Gary Wolff, P.E., Ph.D.  
Frances Spivy-Weber

NO: None

ABSENT: Arthur G. Baggett, Jr.  
Charles R. Hoppin

ABSTAIN: None



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Clerk to the Board