STATE WATER RESOURCES CONTROL BOARD RESOLUTION NO. 2018-0021

TO MODIFY THE TERMS OF THE CLEAN WATER STATE REVOLVING FUND (CWSRF) AND DRINKING WATER STATE REVOLVING FUND (DWSRF) FINANCING FOR THE CITY OF DELANO (CITY); WASTEWATER TREATMENT PLANT EXPANSION AND WATER RECLAMATION PROJECT (CWSRF PROJECT); CWSRF PROJECT NO. C-06-4242-110; AND DELANO ARSENIC COMPLIANCE PROJECT (DWSRF PROJECT); DWSRF PROJECT NO.1510005-001C

WHEREAS:

- 1. The Division of Financial Assistance (DFA) executed a CWSRF financing agreement with the City for \$32,491,850, with a 20-year term and an interest rate of 1.0 percent;
- 2. The California Department of Public Health (CDPH) executed a DWSRF financing agreement with the City with a 20-year term and an interest rate of 0 percent;
- 3. On July 1, 2014, the State Water Resources Control Board (State Water Board) assumed responsibilities from CDPH for all DWSRF agreements.
- 4. The State Water Board offers a thirty (30) year financing option for eligible CWSRF and DWSRF projects;
- 5. The City is considered a Severely Disadvantaged Community;
- 6. The City submitted a letter, dated October 9, 2017 formally requesting that the CWSRF and DWSRF financing terms be modified to 30 years; and
- 7. DFA staff has completed a review of the City's request to extend the financing terms for both the CWSRF and DWSRF Projects to a 30-year term, and determined that the City is in compliance with the Technical and Financial requirements of both the CWSRF and DWSRF Programs.

THEREFORE, BE IT RESOLVED THAT:

The State Water Board:

- 1. Authorizes the Deputy Director of DFA to extend the financing term from 20 years to 30 years for the CWSRF Project No. C-06-4241-110, with no change to the interest rate;
- Authorizes the Deputy Director of DFA to extend the finacing term from 20 years to 30 years for the DWSRF Project No. 1510005-001C, with no changes to the interest rate; and

3. Authorizes the Deputy Director of DFA to impose a condition that the City must request DFA approval prior to inccuring any additional debt to ensure that the City is keeping the required debt service coverage for the CWSRF and DWSRF financing.

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 May 1, 2018.

- AYE: Chair Felicia Marcus Vice Chair Steven Moore Board Member Tam M. Doduc Board Member Dorene D'Adamo Board Member E. Joaquin Esquivel NAY: None ABSENT: None
- ABSTAIN: None

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Jeanine Townsend Clerk to the Board