STATE WATER RESOURCES CONTROL BOARD RESOLUTION NO. 2025-0024

ADOPTION OF THE STATE FISCAL YEAR 2025-26 DRINKING WATER STATE REVOLVING FUND INTENDED USE PLAN WITH SUPPLEMENTAL INTENDED USE PLAN AND GUIDELINES FOR COMPLEMENTARY FUNDING FROM THE BUDGET ACTS OF 2021 AND 2024 AND PROPOSITIONS 1, 68 AND 4

WHEREAS:

- 1. The State Water Resources Control Board's (State Water Board) Division of Financial Assistance (Division) administers the Drinking Water State Revolving Fund (DWSRF) Program pursuant to the Safe Drinking Water State Revolving Fund Law of 1997 (Health & Saf. Code, § 116760 et seq.), which provides financing for eligible projects to mitigate drinking water risks and supports the human right to water.
- 2. The Division administers the DWSRF Program in compliance with state and federal law, regulations, and policies, and agreements with the United States Environmental Protection Agency (USEPA), including capitalization grant agreements, the Operating Agreement for Implementing and Managing the Drinking Water State Revolving Fund Program, and the Policy for Implementing the Drinking Water State Revolving Fund (Policy), as well as the annual Intended Use Plans (IUP).
- 3. The Division prepared a draft state fiscal year (SFY) 2025-26 DWSRF IUP in compliance with federal rules and solicited public comment on the document.
- States must submit a DWSRF IUP to the USEPA annually. A current copy of the DWSRF IUP must be included in this year's capitalization grant application for the DWSRF grant.
- 5. The federal "Infrastructure Investment and Job Act" (IIJA), Public Law 117-58, made funds available to state DWSRF programs, including funds for a general supplemental capitalization grant and an emerging contaminants capitalization grant. The State Water Board must provide IUPs to USEPA as part of its applications for these supplemental IIJA capitalization grants.
- 6. The DWSRF IUP and appendices describe the State Water Board's plans for the general supplemental, emerging contaminants, and lead service line replacements capitalization grant funds. The Emerging Contaminants (EC) Supplemental IUP and the Lead Service Line Replacement (LSLR) Supplemental IUP appendices further explain the State Water Board's plans for using the EC (including both the DWSRF EC and the Emerging Contaminants in Small or Disadvantaged Communities program) funds and LSLR funds.

- 7. The SFY 2025-26 DWSRF IUP also serves as guidelines for Proposition 1, Proposition 68, and to the extent permissible under state law, Proposition 4 drinking water funds, as well as for the infrastructure funding provided by the Budget Acts of 2021 and 2024 and other sources of drinking water funding.
- 8. The State Water Board will implement the DWSRF and its complementary financing programs in conjunction with the Safe and Affordable Funding for Equity and Resilience (SAFER) Drinking Water program to provide safe drinking water to every Californian.
- The SFY 2025-26 DWSRF IUP includes the Additional Supplemental Appropriations for Disaster Relief Act of 2019 (ASADRA) Supplemental IUP to explain its plans for using the funds to assist California's public water systems damaged by wildfires in 2018.
- 10. The State Water Board conducted a public workshop and provided stakeholders and interested parties an opportunity to comment on the draft SFY 2025-26 DWSRF IUP along with the supplemental IUPs.
- 11. The State Water Board adopted the SFY 2025-26 Clean Water State Revolving Fund IUP on August 5, 2025, with the exception of its Appendix F, the Emerging Contaminants Supplemental IUP. The Emerging Contaminants Supplemental IUP also serves as Appendix L to the SFY 2025-26 DWSRF IUP.

THEREFORE BE IT RESOLVED THAT:

The State Water Board:

- Adopts the SFY 2025-26 DWSRF IUP, which includes the revised guidelines for Proposition 1, Proposition 68, and, to the extent permissible under state law, Proposition 4, as well as Budget Acts of 2021 and 2024 drinking water appropriations.
- 2. Adopts the SFY 2025-26 ASADRA Supplemental IUP, which is appendix J to the SFY 2025-26 DWSRF IUP.
- 3. Adopts the SFY 2025-26 Lead Service Line Replacement Supplemental IUP, which is appendix K to the SFY 2025-26 DWSRF IUP.
- 4. Adopts the SFY 2025-26 Emerging Contaminants Supplemental IUP, which is appendix L to the SFY 2025-26 DWSRF IUP and appendix F to the SFY 2025-26 CWSRF IUP.

5. Recognizes this is the first year of the Board's shift in alignment of the DWSRF IUP priority categories to criteria developed in the SAFER program and directs staff to work with the DWSRF advisory group, SAFER program, water systems, technical assistance providers, environmental justice groups, and affected communities to gauge the appropriateness of the criteria and to propose any necessary adjustments before the next DWSRF IUP is presented to the Board for consideration.

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 August 19, 2025.

AYE: Chair E. Joaquin Esquivel

Vice Chair Dorene D'Adamo Board Member Sean Maguire Board Member Laurel Firestone Board Member Nichole Morgan

NAY: None ABSENT: None ABSTAIN: None

> Courtney Tyler Clerk to the Board