

Attachment

PROPOSED AMENDMENTS TO THE *POLICY FOR IMPLEMENTING THE STATE REVOLVING FUND FOR CONSTRUCTION OF WASTEWATER TREATMENT FACILITIES* (POLICY)

(UNDERLINE INDICATES NEW TEXT)

The following definition will be added to Section III, Definitions:

“Financial distress or financial emergency” means that a community has filed for bankruptcy protection in federal court or has taken either of the preliminary actions for bankruptcy protection pursuant to section 53760 of the Government Code. (see Appendix G)

The following will be added to Section VI, Refinancing, C. Refinancing Existing CWSRF Agreements Due To Financial Distress:

The State Water Board may provide ETF to refinance existing CWSRF obligations, consistent with USEPA's approval, for **financial distress or financial emergency**.

Upon approval, Appendix G of the CWSRF Policy will be revised to include the State Water Board Resolution and the criteria of approval specified by the United States Environmental Protection Agency (USEPA).