STATE WATER RESOURCES CONTROL BOARD RESOLUTION NO. 85-66

ADOPTION OF FY 1986 CLEAN WATER GRANT PROJECT PRIORITY LIST AND MANAGEMENT STRATEGY

WHEREAS:

- 1. The Division of Clean Water Grants has proposed a FY 1986 Project Priority List based on Regional Board and public input consistent with the proposed 1985 Amendments to the Clean Water Act.
- In addition to new awards, there is a need to provide funding for reasonable and necessary grant increases in FY 1986.
- 3. Municipal compliance for secondary treatment is required by July 1, 1988, and all Class A and Class B projects should be given the opportunity to receive at least partial grant assistance to meet this deadline.
- 4. There is a need to maximize the use of available federal funds, and Step 4 grant awards are unnecessarily tying up funds.
- 5. Federal law allows the states to set aside up to 20 percent of their allotment to fund new collection system (IVA), major sewer system rehabilitation (IIIB) and combined sewer overflow (V) projects, and California has existing public health and water quality problems in these needs categories.
- The Clean Water Act requires delegated states to reserve a portion of their annual allotment for 1) Construction Management Assistance Grants (CMAG),
 Water Quality Management [205(j)], 3) Innovative/Alternative grants, and
 Advance of Allowance.
- 7. A balance of \$1.5 million exists in the Advance of Allowance reserve.
- 8. Federal regulations (40 CFR 130.12(b) require that construction grants under Section 201(g)(1) of the Federal Water Pollution Control Act be made only to designated management agencies for construction of treatment works in conformance with approved water quality management plans.

THEREFORE BE IT RESOLVED:

- The FY 1986 Priority List dated September 5, 1985 is adopted.
- 2. A sum of \$50 million in federal funds for grant increases in competition with new grant awards on a "first-come, first-served" basis in FY 1986 is approved.
- 3. A federal grant limit may be necessary, depending on the level of the federal reauthorization. This item will be brought back before the Board for consideration if there are insufficient funds available to fund Class A and Class B projects that are ready to proceed in FY 1986.
- 4. Step 4 grant awards will no longer be issued.

- Twenty percent of the state's allotment will be set aside for new collection system, major sewer system rehabilitation, and combined sewer overflow projects.
- 6. Four percent of the FY 1986 allotment will be reserved for CMAG; four percent will be reserved for Innovative/Alternative projects; and one percent will be reserved for the Water Quality Management program [205(j)].
- 7. No additional funds will be reserved for Advance of Allowance grants.
- 8. In order to comply with Section 208(d) of the Federal Water Pollution Control Act, all agencies listed on the FY 1986 Priority List are hereby designated as management agencies pursuant to 40 CFR 130.12(b) for the purpose of construction of treatment works under Section 201(g)(1) of the Act.

CERTIFICATION

The undersigned, Executive Director of the State Water Resources Control 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 September 5, 1985.

Michael A. Campos Executive Director