

STATE WATER RESOURCES CONTROL BOARD
RESOLUTION NO. 87 - 65

LOAN FUNDING APPROVAL FOR LOST HILLS WATER DISTRICT
(LHWD) Phase 1

WHEREAS:

1. The Water Conservation and Water Quality Bond Law of 1986 established the Agricultural Drainage Water Management Loan Program to provide financial assistance for the design and construction of agricultural drainage water management facilities; and
2. The Agricultural Drainage Water Account was established with \$75 million for loans to local agencies for a) design and construction of agricultural drainage water management facilities, including evaporation ponds, and b) feasibility studies of projects potentially eligible for funding; and
3. LHWD has requested that the Board replace the original project (\$4,553,000) on the project priority list with Phase 1 (\$2,670,000) and Phase 2B (\$3,049,000) projects; and
4. LHWD has applied for a \$2,670,000 loan (Phase 1) from the Agricultural Drainage Water account; and
5. There are currently no available technologies to remove selenium from agricultural drainage water; and
6. Uncontrolled surfacing of perched water, which could be environmentally harmful, within LHWD will continue without a drainage management program; and
7. LHWD has developed an action plan to assure that the ponds will not come within "hazardous" limits; and
8. The Division of Clean Water Grants recommends that the Board approve a loan for the Phase 1 LHWD project with proper mitigation measures (see attached Exhibit 1) incorporated into the loan contract; and
9. The Board wishes to delegate authority to execute the loan contract with LHWD to the Executive Director or his designee.

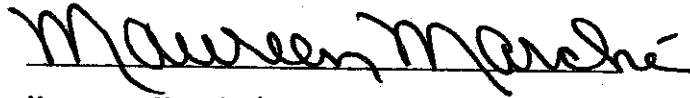
THEREFORE BE IT RESOLVED:

1. That the Board hereby amends the priority list of eligible projects (Resolution No. 86-78) for Agricultural Drainage Water Management to replace the original Lost Hills project with Lost Hills Phase 1 and Phase 2B.
2. That the Board hereby approves the loan funding request of LHWD Phase 1.

3. That the Board hereby authorizes the Executive Director or his designee to execute, for and on behalf of the Board, a contract and amendments thereto with LHWD for a loan under the Water Conservation and Water Quality Bond Law of 1986, and to perform all acts and to do all things necessary and convenient to implement such a contract.

CERTIFICATION

The undersigned, Administrative Assistant 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 June 18, 1987.



Maureen Marche'
Administrative Assistant to the Board