

STATE WATER RESOURCES CONTROL BOARD
RESOLUTION NO. 89- 78

ADOPTION OF THE FFY 1990 STATE REVOLVING FUND (SRF)
LOAN PROGRAM PRIORITY LIST AND INTENDED USE PLAN (IUP)

WHEREAS:

1. The Division of Loans and Grants has proposed a FFY 1990 SRF Loan Program Priority List based on Regional Board and public input consistent with the federal Clean Water Act.
2. The federal Clean Water Act allows the states to set aside up to 20 percent of their federal Capitalization Grant to fund major sewer system rehabilitation (Needs Category IIIB), new collection sewers (Needs Category IVA), combined sewer overflow correction (Needs Category V), nonpoint source, and estuary enhancement projects.
3. The State Board established a \$40 million cap on projects in FFY 1989 and the need exists to continue a cap in FFY 1990 to assure a reasonable distribution of the available funds.
4. Section 601(a) of the federal Clean Water Act authorizes loans for developing and implementing nonpoint source and estuary enhancement projects.
5. The federal Clean Water Act allows the states to reserve a portion of their annual allotment for SRF loan administration.
6. The federal Clean Water Act, as amended, (33 U.S.C. Sec. 1251 et seq.) requires submittal of an Intended Use Plan as part of a state's application for a Capitalization Grant.
7. Section 602 of the federal Clean Water Act requires the state to provide a 20 percent match to the federal Capitalization Grant.

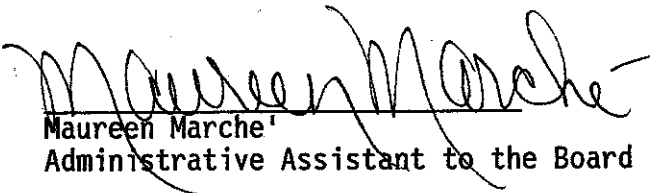
THEREFORE BE IT RESOLVED THAT THE STATE BOARD:

1. Approves the set-aside of up to 20 percent of the FFY 1990 Capitalization Grant for construction of new collection systems for unsewered communities and combined sewer overflow correction projects.
2. Approves the continuation of the \$40 million funding limit on the amount of federal funds that any one agency can receive for FFY 1990 plus the remainder of their FFY 1989 cap amount.
3. Approves a minimum reserve of \$5 million in FFY 1990 SRF monies for issuance of loans for nonpoint source and estuary enhancement activities.
4. Approves the set-aside of four percent of the FFY 1990 Capitalization Grant for SRF loan administration.
5. Adopts the FFY 1990 SRF Loan Program Priority List and Intended Use Plan.

6. The Board approves a reserve of up to \$58 million in state general obligation bond funds to provide the required state match to the SRF. Proceeds from the sale of these bonds will be deposited in the State Revolving Loan Fund Account.

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 Special Board Meeting of the State Water Resources Control Board held on September 6, 1989.


Maureen Marche
Administrative Assistant to the Board