

RESOLUTION NO. 2016-351

**A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE SOUTH SAN LUIS OBISPO COUNTY SANITATION DISTRICT
PLEDGE OF REVENUES AND FUNDS FOR A STATE REVOLVING FUND
PLANNING LOAN FOR THE WASTEWATER TREATMENT PLANT
REDUNDANCY PROJECT
FROM THE STATE WATER RESOURCES CONTROL BOARD**

WHEREAS, the South San Luis Obispo County Sanitation District (District) is actively pursuing a Redundancy Project that includes development of improvements at its waste water treatment plant to improve reliability and allow existing process units to be taken out of service for repairs or maintenance; and

WHEREAS, the State of California State Water Resources Control Board (SWRCB) has State Revolving Fund (SRF) loan funding available for the planning, procurement, and design of the Redundancy Project; and

WHEREAS, it is in the public interest to pursue planning loan funding for the Redundancy Project; and

WHEREAS, the District's authorized representative is submitting an SRF Loan Application to the SWRCB to request such funding as necessary to fund planning and design efforts for the Redundancy Project, resulting in a planning loan agreement with the SWRCB for project financing; and

WHEREAS, the SWRCB requires the District to provide commitment to maintain revenues and funds to satisfy the repayment obligation for a planning loan agreement to fund planning and design efforts for the Redundancy Project.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the South San Luis Obispo County Sanitation District, as follows:

1. The District hereby dedicates and pledges Net Revenues of Fund 19 and Fund 20 to repayment of funds loaned from the Clean Water State Revolving Fund and/or Water Recycling Funding Program for the Redundancy Project.
2. The District commits to collecting such revenues and maintaining such fund(s) throughout the term of such financing and until the District has satisfied its repayment obligation under the planning loan agreement unless modification or change is approved in writing by the SWRCB.
3. So long as the planning loan agreement(s) are outstanding, the District's pledge under this resolution shall constitute a lien in favor of the SWRCB on the foregoing fund(s) and revenues(s) without any further action necessary. So long as the planning loan agreement(s) are outstanding, the District commits to maintaining the fund(s) and revenues(s) at levels sufficient to meet its obligations under the planning loan agreement(s).

PASSED AND ADOPTED by the Board of Directors of the South San Luis Obispo County Sanitation District at a regular meeting thereof held on the 15th day of June, 2016 by the following vote:

AYES:

NOES:

ABSENT:


Chairman

ATTEST:


District Administrator

CERTIFICATION:

I do hereby certify that the foregoing is a full, true and correct copy of Resolution No. 2016-350, adopted June 15, 2016 by South San Luis Obispo County Sanitation District.


District Secretary