

# RW Reservoir Lining Project: Applying for financing under the Green Project Reserve

Board of Directors Meeting  
September 7, 2016



# Proposition 1?

- **Proposition 1**

- ⌘ Grants up to 35% of construction cost

- **Project is not eligible for Prop 1**

- ⌘ Does not increase RW production

- ⌘ Does not increase RW distribution



# Green Project Reserve

## ➤ Eligible under Green Project Reserve

- ⌘ US EPA Program / SRF Loan
- ⌘ Meets the criteria for “Water Efficiency”
- ⌘ Encouraged to apply by State staff



# Green Project Reserve

## ➤ Advantages:

- ⌘ 50% principal forgiveness
  - ⌘ Approx. \$680,000 to \$880,000 in savings

## ➤ Disadvantages:

- ⌘ 1-Year project delay
- ⌘ Additional environmental work: “CEQA +”
  - ⌘ 16 weeks / \$48,600 additional cost





# Changes to Capital Plan

- Construction of RW reservoir liners moves to FY 17/18
- ACP Pipe and other sewer replacement projects move from FY 17/18 to this year



# Recommendation

- **Seek Green Project Reserve financing**
- **Approve Reimbursement Resolution**
- **Approve Pledge of Revenues Resolution**

