Browns Valley Road Sewer Project Update

NapaSan
Board Meeting
November 15,
2017



Plan

2017 – Environmental Work / Secure Financing

Dec 2017– Feb 2018 Bidding

April 2018 – Begin Construction

Why SRF Funding?

1.8% Financing / $12 million savings

($400k per year for 30 years)

Repayment begins after construction is completed

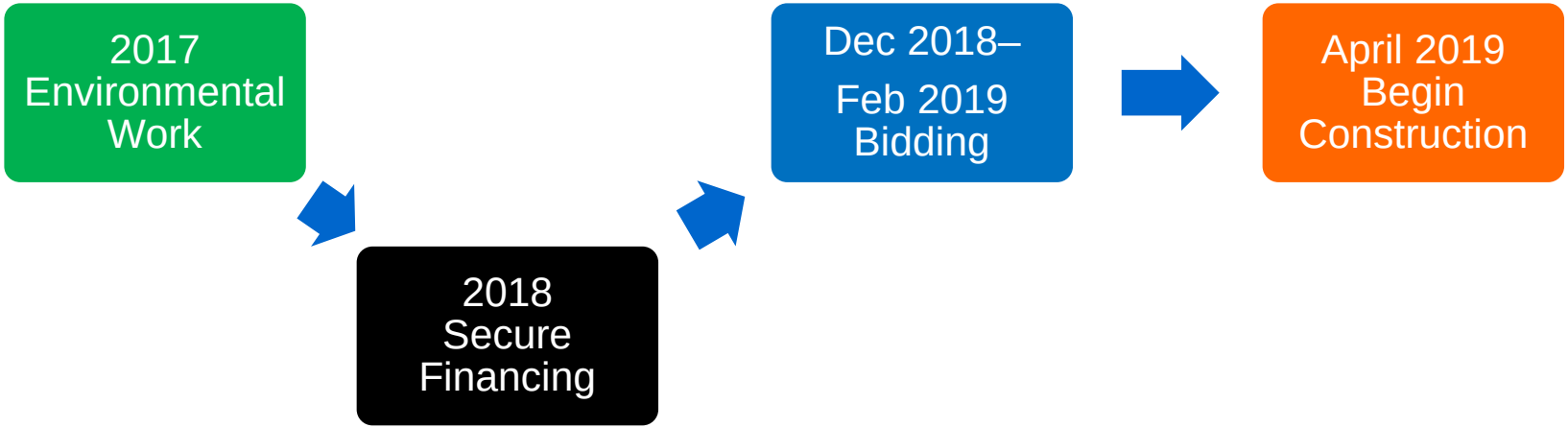
SRF Program Status

- Staffing issues
- Cash flow issues
- Bond capacity issues
- First Come – First Served

Implications

- Financial & legal review delayed – est. 15 months
- No guarantee of funding availability

Recommendation



Implications for Delay

Positive

- Delayed debt service
- More $ available for other sewer projects

To Be Managed

- Higher construction costs
- Potential project coordination issues
- Unknowns in SRF funding availability

Staff Recommendation

- Direct staff to proceed with the revised project schedule with SRF funding