

**RESOLUTION NO. \_\_\_\_\_**

**A RESOLUTION OF THE BOARD OF DIRECTORS  
OF THE NAPA SANITATION DISTRICT  
PLEDGING REVENUES AND FUNDS TO REPAY  
THE CLEAN WATER STATE REVOLVING FUND LOAN  
FOR THE BROWNS VALLEY TRUNK PROJECT (CWSRF PROJECT #8244)**

**WHEREAS**, the Browns Valley Trunk Project is a critical and necessary component of the District's sewer collection system plan; and

**WHEREAS**, the Project is an authorized project in the District's Capital Improvement Plan and is included in the FY 2017/18 and FY 2018/19 Capital Budgets and Ten-Year Capital Improvement Plans; and

**WHEREAS**, the Napa Sanitation District has applied for a loan from the Clean Water State Revolving Fund (SRF) program to finance the Project; and

**WHEREAS**, the Napa Sanitation District has passed a sewer rate ordinance pursuant to the requirements under Article XIII Section D of the California Constitution (Proposition 218) providing sufficient revenue for the District to make debt service payments; and

**WHEREAS**, the State Water Resources Control Board requires the Napa Sanitation District to pledge its revenues to repay the SRF loan.

**NOW, THEREFORE, LET IT BE RESOLVED** that the Napa Sanitation District (the "Entity"), hereby dedicates and pledges Net Revenues of the District to payment of any and all Clean Water State Revolving Fund financing for the Browns Valley Trunk Project, CWSRF Project # 8244 (the "Project"). The Entity commits to collecting such revenues and maintaining such fund(s) throughout the term of such financing and until the Entity has satisfied its repayment obligation thereunder unless modification or change is approved in writing by the State Water Resources Control Board. So long as the financing agreement(s) are outstanding, the Entity's pledge hereunder shall constitute a lien in favor of the State Water Resources Control Board on the foregoing fund(s) and revenue(s) without any further action necessary. So long as the financing agreement(s) are outstanding, the Entity commits to maintaining the fund(s) and revenue(s) at levels sufficient to meet its obligations under the financing agreement(s).

PASSED AND ADOPTED at the Regular meeting of the Board of Directors of the Napa Sanitation District at Napa, California, this 20th day of June, 2018 by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

---

Chair of the Board

ATTEST:

---

Clerk of the Board

#### CERTIFICATION

I do hereby certify that the foregoing is a full, true, and correct copy of the resolution duly and regularly adopted at a meeting of the Board of Directors of Napa Sanitation District held on June 20, 2018.

---

Cheryl Schuh  
Clerk of the Board