STATE WATER RESOURCES CONTROL BOARD
RESOLUTION NO. 93-7

EXCHANGE OF STATE REVOLVING FUND LOAN COMMITMENT TO
SAN LUIS OBISPO COUNTY SERVICE AREA NO. 9 FOR THE
LOS OSOS/BAYWOOD PARK WASTEWATER PROJECT FROM
FFY 1992 AND FFY 1993 to FFY 1995

WHEREAS:

1. The State Water Board adopted Resolution No. 90-19 on February 15, 1990
    approving a State Revolving Fund (SRF) loan commitment of $47 million
    ($40 million in FFY 1992 and $7 million in FFY 1993) to the San Luis
    Obispo County Service Area No. 9 for the Los Osos/Baywood Park Wastewater
    Project (Project);

2. Presently the Project is almost three years behind schedule due to
    litigation;

3. The entire SRF money for FFY 1992 have been committed by the State Water
    Board to eligible projects. Due to lack of State matching money, the
    State Water Board does not expect to receive its share of the Federal SRF
    capitalization grant for FFY 1993;

4. Other qualified municipalities are currently in need of SRF loans for
    their eligible wastewater projects; and

5. This exchange of funding, if approved, would make $40 million of FFY 1992
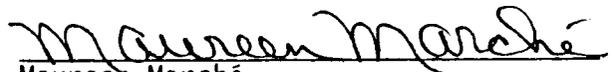   SRF money immediately available to fund other eligible projects.

THEREFORE BE IT RESOLVED THAT:

The State Water Board:

1. Amends Resolution No. 90-19 by exchanging the commitment for a loan of
    $47 million to San Luis Obispo County Service Area No. 9 from FFY 1992
    and FFY 1993 SRF funds to FFY 1995 SRF repayment funds, with a repayment
    period of twenty (20) years and the first repayment is due one (1) year
    after the first loan disbursement; and

2. The Los Osos/Baywood Park Wastewater Project shall have first priority
    for a SRF loan from the available FFY 1995 repayment SRF money.

CERTIFICATION

The undersigned, Administrative Assistant to the State Water Board, does
hereby certify that the foregoing is a full, true, and correct copy of a
resolution duly and regularly adopted at a meeting of the State Water
Resources Control Board held on January 21, 1993.

Maureen Marché
Administrative Assistant to the Board