

**DIVISION OF FINANCIAL ASSISTANCE (DIVISION)  
WATER RECYCLING FUNDING PROGRAM (WRFP)  
PRELIMINARY FUNDING COMMITMENT (PFC)  
AGENCY (AGENCY)  
STUDY TITLE (STUDY)  
WRFP PROJECT NO. XXXX-010  
DETERMINATION NO.: DFA-XXXX-XXX**

**FINDINGS**

1. On March 7, 2000, the voters approved the Costa-Machado Water Act of 2000 (2000 Bond Law), and provided authorization for the State Water Resources Control Board (State Water Board) to issue WRFP facility grants;
2. The State Water Board revised guidelines governing the Facilities Planning Grant (FPG) Program by adopting the WRFP Guidelines (Guidelines) on October 21, 2004, last amended July 15, 2008;
3. On December 4, 2007, the State Water Board authorized in Resolution No. 2007-0066 the Executive Director, the Chief Deputy Director, the Deputy Director of the Division, or designee to make PFCs, grants, and other such financial assistance agreements for facilities planning studies for water recycling projects pursuant to the 2000 Bond Law. These PFCs, grants, and other such financial assistance agreements shall be for studies that are routine, non-controversial, and that are consistent with those policies, regulations, and agreements that the State Water Board has adopted or will adopt governing the internal management of those projects managed by the Division;
4. On February 3, 2011, the Agency submitted a grant application, requesting grant funding for its Study;
5. Division staff reviewed the application and other supporting information for the Study and determined that the Study scope meets the requirements of the Guidelines;
6. This Study is a routine, non-controversial project that is consistent with the policies, regulations and agreements the State Water Board has adopted for implementation of the WRFP;
7. The Agency is an urban water supplier as defined in Section 10617 of the Water Code. The Agency has prepared and submitted an Urban Water Management Plan to the Department of Water Resources (DWR) in accordance with Section 10644 of the Water Code;
8. Water Code Section 10631.5 requires that DWR determine if an Urban Water Supplier is implementing water-demand management measures described in Section 10631 of the Water Code. The Agency submitted the required documentation to DWR on February 8, 2011, and requested that DWR make an eligibility determination. On March 15, 2011, DWR determined the Agency to be in compliance, and therefore eligible to receive water management grant funds;

9. As of January 1, 2010, Water Code section 529.5 requires an urban water supplier that applies for financial assistance from the state for a wastewater treatment project, drinking water treatment project, or water use efficiency project, or a permit for a new or expanded water supply, to demonstrate that the applicant meets the water metering requirements of Division 1, Chapter 8, Article 3.5 of the Water Code. On June 1, 2011, the Agency certified that it is an urban water supplier, as that term is understood pursuant to the provisions of Section 529.5 of the Water Code and that it complied with Division 1, Chapter 8, Article 3.5 of the Water Code.

**APPROVALS**

Using the authority delegated by the State Water Board on December 4, 2007, in Resolution No. 2007-0066, I hereby:

Approve an FPG for the Study for 50 percent of the eligible costs, not to exceed \$75,000.

With the following conditions:

1. This PFC may be withdrawn if the Agency does not sign the WRFP grant agreement by December X, XXXX. Division staff may approve an extension of up to 120 days from the expiration date for good cause without further action by the Deputy Director of the Division; and
2. The WRFP grant agreement shall terminate if the Agency does not submit the final Study Report, including all associated documents within 2 years of the execution of this PFC. Division staff may approve an extension of up to 12 months for good cause without further action by the Deputy Director of the Division.

State Water Board action on this item will assist the Water Boards in reaching Goal 3 of the Strategic Plan Update: 2008-2012 to increase sustainable local water supplies available for meeting existing and future beneficial uses by 1,725,000 acre-feet per year, in excess of 2002 levels, by 2015, and ensure adequate flows for fish and wildlife habitat. In particular, approval of this item will assist in fulfilling Objective/Action 3.2 to increase the acceptance and promote the use of recycled water and sustainable water supplies consistent with the Climate Change Draft Scoping Plan developed pursuant to the California Global Warming Solutions Act of 2006 (AB 32) and other relevant State and regional efforts.

Preliminary  
Funding  
Commitment

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James Maughan, Acting Deputy Director  
Division of Financial Assistance

\_\_\_\_\_  
Date