RESOLUTION NO. _____

A RESOLUTION OF THE COUNCIL OF THE CITY OF
SANTA BARBARA AUTHORIZING THE WASTEWATER
FUND AS THE DEDICATED SOURCE OF REVENUE FOR
REPAYMENT OF THE CLEAN WATER STATE
REVOLVING FUND (CWSRF) LOAN

WHEREAS, an outside funding source has been identified by staff as an essential instrument to fund the Headworks Screening Replacement and Fats, Oils and Grease (FOG) Projects;

WHEREAS, the City Administrator was authorized by the City Council on March 17, 2009, to apply for Federal Stimulus Funds to pay for a substantial portion of the costs of such infrastructure and energy recovery projects;

WHEREAS, the State Water Resources Control Board has notified the City Administrator that the projects were not accepted for Federal Stimulus Funds but the projects qualified for low interest CWSRF loans in the amount of $5,800,000 for both projects;

WHEREAS, the State Water Resources Control Board has notified the City Administrator that the loan applications require the City Council action dedicating a funding source for repayment of the CWSRF loan;

WHEREAS, upon acceptance of this resolution, City Staff will finalize the design plans and specifications for the construction of said projects, and competitively bid each project separately; and

WHEREAS, Council will make a separate final actions for acceptance of the loan and award of contract for construction of said projects;

NOW, THEREFORE BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SANTA BARBARA AS FOLLOWS:

1. Council approves the financial commitments necessary to fund the design, construction, and improvements of the Headworks Screening Replacement and FOG Projects through a California Department of Water Resources CWSRF loan.

2. The source of revenue for repayment of the loan shall exclusively be that portion of the Wastewater Fund necessary to make full and complete repayment of the loan. The City shall revise rates pursuant to California law as appropriate whenever necessary to satisfy debt service over the term of the loan.