Funding for Consolidation
LAFCo Presentation

State Water Resource Control Board
Division of Financial Assistance
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PROPOSITION 1
WATER QUALITY, SUPPLY, AND INFRASTRUCTURE IMPROVEMENT ACT OF 2014 (ASSEMBLY BILL 1471, RENDON)

- Authorized $7.545 billion in general obligation bonds for water projects
- The State Water Resources Control Board (State Water Board) will administer five programs ($2.145 billion):
  - **Wastewater**
  - **Water Recycling**
  - **Drinking Water**
  - **Stormwater**
  - **Groundwater**

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DRINKING WATER FUNDING PROGRAM

- $260 million available for grants for DAC
- Up to $5 million grant per project
- Up to $20 million grant per regional project that benefits at least one small DAC
- Loans available to complete financing of project or financing Non-DAC projects
- Funding for planning studies and construction projects

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DWSRF IUP Table 5

Criteria for DWSRF Principal Forgiveness and Prop 1Grant			
Affordability Criteria		Max. Principal Forgiveness, Grant, or Combination thereof	
Type of Small Community Served by PWS	Average Residential Water Rate as Percent of MHI	Percentage of Total Eligible Project Cost	Maximum Amount Construction
DAC	< 1.5%	Not eligible for reduced interest rates, extended financing terms, or principal forgiveness/grants for construction	
	1.5% - 2%	up to 80%	$5M
	> 2%	From 90% up to 100%	
SDAC	NA	up to 100%	

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Grant Limits/Thresholds

- 100% grant for SDAC and Public Schools
- 100% grant for planning up to $500K
- $25,000 per service connection maximum or Board approval up to a total of $5 million
- $50,000 per service connection maximum for regional projects up to a total of $20 million

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Consolidation Projects

- Considered Regional Project: if addresses a public health issue: A - Immediate Health Risk; B - Untreated or At-Risk Sources; C - Compliance or Shortage Problems
- To qualify for grants funds: involves 3 or more participating communities; and at least one of those participants is a small DAC.

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Waterboard Funding for Consolidation Projects

Types of Projects:
- Consolidation
- Extension of Service

Funding also available in conjunction with above project types for:
- Standard local agency formation commission fees
- Replacing any capacity lost
- Providing additional capacity needed
- Legal fees
- Adequately compensate the owners of a privately owned subsumed water system for the fair market value of the system

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Apply Now for Funding

FAA$T FINANCIAL ASSISTANCE APPLICATION SUMBITTAL TOOL

- Online single point application tool
- Taking applications now – continuously accepting applications
- Go to https://faast.waterboards.ca.gov/ to create a user account

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