

HAYWARD CITY COUNCIL

RESOLUTION NO. 18-

Introduced by Council Member _____

RESOLUTION AUTHORIZING THE CITY MANAGER TO SIGN AND FILE A STATE REVOLVING FUND LOAN FINANCIAL ASSISTANCE APPLICATION IN AN AMOUNT NOT TO EXCEED \$27,100,000 FOR CAPITAL IMPROVEMENT PROJECT NO. 07507 – RECYCLED WATER STORAGE AND DISTRIBUTION SYSTEM PROJECT

WHEREAS, the City of Hayward's current Ten-Year Capital Improvement Program includes the Recycled Water Storage and Distribution System, Project No. 07507, which would reduce the demand for potable water and provide a sustainable and drought-proof water supply for some irrigation and industrial uses; and

WHEREAS, on September 13, 2016, the City Council adopted Resolution 16-159 authorizing the City Manager to sign and file a State Revolving Fund loan application in an amount not to exceed \$20,000,000 for the Recycled Water Storage and Distribution System Project; and

WHEREAS, in October 2016, the City of Hayward submitted an application to the State Water Resources Control Board for \$19,365,000 in financial assistance through the State Revolving Fund loan program to help finance the Recycled Water Storage and Distribution System Project; and

WHEREAS, on May 31, 2017 the City of Hayward and State Water Resources Control Board executed an agreement for financial assistance in the amount of \$19,365,000 for the Recycled Water Storage and Distribution System Project, of which \$5,831,350 is being provided as a grant funded under Proposition 1 (Water Bond of 2014) and the remaining \$13,533,650 is in the form of a low interest loan; and

WHEREAS, the estimated cost of the Recycled Water Storage and Distribution System Project has increased to approximately \$28,000,000 due to refinements in the project design and escalating labor and material costs; and

WHEREAS, the City desires to increase the amount of low interest loan funding from the State Water Resources Control Board to finance the increased costs for the Recycled Water Storage and Distribution System Project that are eligible for financing under the Clean Water State Revolving Fund program; and

