



AGENDA STAFF REPORT

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Agenda Number: E
File ID: 0710.1017 0063.7

Section Name: CONSENT CALENDAR
Project ID: GR2306

MEETING DATE: August 13, 2024

SUBJECT: Approve Resolution No. 2024-32 for Submission of a Grant Application with the United States Bureau of Reclamation (USBR) under the Title XVI WIIN Program for the WRP-7 Tertiary Treatment System and MP 113.2 Canal Pump Station Improvements

TO: BOARD OF DIRECTORS

FROM: FINANCE, KARLA ROMERO

GENERAL MANAGER RECOMMENDATION:

RECOMMENDATION:

Approve Resolution No. 2024-32 and authorize the General Manager to execute application documents to be submitted to USBR for the WIIN grant program.

BUDGET IMPACT:

The District is in the process of submitting an application for the WaterSMART: Title XVI WIIN Water Reclamation and Reuse Project program for the WRP-7 Tertiary Treatment System and MP 113.2 Canal Pump Station Improvements project. The deadline to submit the application is September 30, 2024.

The District is eligible to apply for funding under this program due to the completion and acceptance of the Title XVI Feasibility Study for the Project. The maximum amount of the grant award is \$30 million with a 75% non-federal cost share, allowing the District to qualify for approximately \$10.75 million in WIIN funding. Grant funds, as well as financial assistance from the State Water Resources Control Board (SWRCB) under the Clean Water State Revolving Fund program (CWSRF), are expected to cover the majority of project costs.

The following table summarizes the updated project costs and proposed funding sources:

Description	Original With Potential Grants	Revised With Potential Grants
Total Estimated Project Cost	\$ 26,950,000	\$ 43,000,000
Potential SRF Grant	(5,000,000)	(5,000,000)
Potential WIIN Grant	(6,737,500)	(10,750,000)
Pay-Go Component	-	(300,000)
Remaining Amount to be Financed	<u>\$ 15,212,500</u>	<u>\$ 26,950,000</u>
<u>Utilization of CWSRF Loan (1.8%)</u>		
Maximum Authorized SRF Loan Amount	\$ 26,950,000	\$ 26,950,000
Expected Amount to be Financed	\$ 15,212,500	\$ 26,950,000
Estimated Annual Debt Service (Expected)	\$ 660,701	\$ 1,170,477
Estimated Total Debt Service (30 years)	<u>\$ 19,821,019</u>	<u>\$ 35,114,312</u>
<i>Debt Service Difference from Original</i>		\$ 15,293,293

PROCUREMENT METHOD:

☒ N/A

If other, please explain:

BACKGROUND

In December 2022, the District applied for funding assistance from SWRCB. The project consists of improvements to the existing tertiary treatment plant processes and canal pump station to generate additional recycled water and reduce the need for nonpotable water use from the Canal, benefiting existing users in the WRP-7 service area. The project also includes a nonpotable pipeline connection for Young's Farm. On May 28, 2024, the Board authorized the solicitation of Bids for the project.

The District has been successful with WIIN grant funding, securing \$12,276,517 for the Nonpotable water 2017-18 projects and \$8,605,421 for the Nonpotable water 2020-21 projects.

PRIOR BOARD ACTION:

May 28, 2024 – Authorization for the Solicitation of Bids

March 26, 2024 – Authorization for the Solicitation of Bids

December 13, 2022 – Authorization to Pursue a Funding Agreement with SWRCB

DISTRICT STRATEGIC PLAN GOAL(S)/OBJECTIVES(S):

N/A

ENVIRONMENTAL IMPACT:

N/A

PUBLIC NOTICE REQUIRED

N/A

LEGAL REVIEW

N/A

ATTACHMENTS

Att 1 – USBR Authorizing Resolution for WIIN