

RESOLUTION NO. 2018-16
A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE SCOTIA COMMUNITY SERVICES DISTRICT
PLEDGING REVENUES AND FUNDS FROM USER FEES FROM THE WATER
ENTERPRISE FUND FOR REPAYMENT OF FINANCING FOR THE SCOTIA
COMMUNITY SERVICES DISTRICT WATER TREATMENT FACILITY
REPLACEMENT PROJECT

WHEREAS, Scotia Community Services District (the “Entity”) owns and operates the Water Treatment Facility (WTF) and distribution system which supplies domestic water to residents of the Scotia Community Services District; and

WHEREAS, the Water Treatment Facility was constructed in 1966; and

WHEREAS, a Detailed Engineering Analysis of the WTF was completed by SHN Engineering & Geologists, INC in 2016 that recommended improvements and upgrades to maintain compliance with applicable regulations and consumer confidence, and improvements necessary for long-term viability; and

WHEREAS, Scotia Community Services District with the assistance of SHN Engineering & Geologists, INC has submitted an application for grant funding to conduct: the preliminary planning investigations, alternatives analysis, preliminary cost estimating, preliminary permitting and special studies and preliminary engineering for replacement of the existing WTF; and

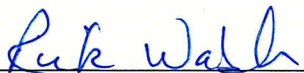
WHEREAS, additional funding will be pursued in the form of loans and financing from the Drinking Water State Revolving Fund and/or Water Recycling Funding Program financing that must be repaid,

THEREFORE, BE IT RESOLVED, the Scotia Community Services District hereby dedicates and pledges user fees from the Water Enterprise Fund to payment of any and all Drinking Water State Revolving Fund and/or Water Recycling Funding Program financing for the Scotia Community Services District Water Treatment Facility Replacement Project (the “Project”). The Entity commits to collecting such revenues and maintaining such fund(s) throughout the term of such financing and until the Entity has satisfied its repayment obligation thereunder unless modification or change is approved in writing by the State Water Resources Control Board. So long as the financing agreement(s) are outstanding, the Entity’s pledge hereunder shall constitute a lien in favor of the State Water Resources Control Board on the foregoing fund(s) and revenue(s) without any further action necessary. So long as the financing agreement(s) are outstanding, the Entity commits to maintaining the fund(s) and revenue(s) at levels sufficient to meet its obligations under the financing agreement(s).

Section 1: This resolution shall be effective upon adoption.


Dated: July 19, 2018

APPROVED:



Rick Walsh, Board President, Scotia CSD

ATTEST:



General Manager, Scotia CSD

CLERK'S CERTIFICATE

I hereby certify that the foregoing is a true and correct copy of Resolution No. 2018-16, passed and adopted at a regular meeting of the Board of Directors of the Scotia Community Services District, County of Humboldt, State of California, on July 19, 2018 by the following vote:

AYES: Bristol, Newmaker, Pitcairn, Pryor, Walsh

NOES: Ø

ABSENT: Ø

ABSTENTIONS: Ø



General Manager, Scotia CSD (In absence of Clerk)