SWEETWATER SPRINGS WATER DISTRICT

TO: Board of Directors **AGENDA NO. V-A**

FROM: Steve Mack, General Manager

Meeting Date: October 1, 2009

SUBJECT: UPDATE ON REQUEST FOR GRANT FUNDING FROM THE RUSSIAN RIVER REDEVELOPMENT OVERSIGHT COMMITTEE/SONOMA COUNTY REDEVELOPMENT AGENCY FOR CIP IV-B

RECOMMENDED ACTION: Receive an update on this funding request.

FISCAL IMPACT: Approval by the County of this grant request of $1,994,250 will fund approximately 75% of CIP IV-B, the Fiscal Year 2010 and 2011 capital projects of the District's 2010-2015 Capital Improvement Program (CIP). This will allow the District to maintain reserves above District policy at a level sufficient to continue infrastructure improvements beyond the six-year CIP, and allows the District to delay increasing the Capital Debt Reduction Charge (CDRC) for at least two years.

DISCUSSION:

The District request for funding assistance from the Russian River Redevelopment Oversight Committee (RRROC)/Sonoma County Redevelopment Agency (RDA) for CIP IV-B is moving forward to the Sonoma County Board of Supervisors. RDA staff presented the revised request to the RRROC on September 17 (this was the second hearing on this item) and the request was unanimously approved. RRROC members praised the promise to delay increasing the CDRC if the funding request is approved by the Board of Supervisors.

This item will be on the Board of Supervisors, acting as the Community Development Commission (CDC), agenda on November 3, 2009. It may be on the consent calendar or the CDC administrative agenda.