

**MEMORANDUM
DEPARTMENT OF FACILITY SERVICES
COUNTY OF PLACER**

To: **BOARD OF SUPERVISORS**

Date: **MAY 9, 2006**

From: **JAMES DURFEE** *JD*

Subject: **CSA REVOLVING FUND LOANS; CSA 28 ZONE 6 (SHERIDAN)**

ACTION REQUESTED: Adopt a Resolution authorizing a loan in the amount of \$220,000 from the CSA Revolving Fund to CSA No. 28, Zone No. 6 (Sheridan), and approve a Budget Revision appropriating the loan proceeds in Fiscal Year 05/06.

BACKGROUND: CSA 28 Zone 6, Sheridan Sewer & Water, serves approximately 200 residents in the community of Sheridan, providing sewer collection and treatment, domestic water, and street light services. The operating budget for Sheridan for FY 2005/06 was \$203,470.

The Sheridan wastewater treatment process includes a series of three ponds and a spray field. Historically, treated effluent was applied to cattle grazing land during dry months and either stored or discharged to Yankee Slough (if necessary) during wet months. The NPDES permit for the Sheridan Wastewater Treatment Plant issued in December 2002 established standards for discharging plant effluent to Yankee Slough that cannot be met without constructing an extremely expensive new treatment plant. As an alternative, engineering consultants to the CSA have proposed expanding the existing ponds to allow more winter storage of effluent, and expanding the spray fields to increase discharge flows during dry weather. The CSA must complete this work by December 30, 2006, in order to remain in compliance with a Cease and Desist Order issued in 2002.

On the basis of a preliminary design report, staff estimates that design, land acquisition, environmental review, construction and construction management costs for this project will total approximately \$1,300,000. This cost estimate is subject to fluctuation until the final design is complete and negotiations for acquiring the land have progressed further. In the meantime, staff requests a loan of \$220,000 to allow design and environmental review work to continue.

CSA 6 is also undertaking projects funded in part through Community Block Grants that will reduce infiltration and inflow of rainwater into sewer pipes. This will reduce the size of ponds and spray fields needed to serve the existing connections.

ENVIRONMENTAL CLEARANCE: Approval of these actions is not a project as defined in the California Environmental Quality Act. An appropriate environmental document will be presented to your Board with the request to approve plans and specifications for the construction work.

FISCAL IMPACT: In fiscal year 2003/2004 your Board approved a similar loan in the amount of \$75,000. The recommended loan from the CSA Revolving Fund totals \$220,000. The budget revision transfers appropriations from the General Fund Appropriation for Contingencies Budget to the General Fund Contribution to Infrastructure Budget to provide the funding for the loan to the CSA Revolving Fund.

ATTACHMENTS: RESOLUTION
BUDGET REVISION

JD:wd:js

Before the Board of Supervisors County of Placer, State of California

In the matter of: A RESOLUTION AUTHORIZING
A LOAN FROM THE GENERAL FUND TO THE CSA
REVOLVING FUND FOR CSA 28 ZONE 6

Res. No. _____
Ord. No. _____
First Reading. _____

The following RESOLUTION was duly passed by the Board of Supervisors
of the County of Placer at a regular meeting held _____, by the following vote
on roll call:

Ayes:

Noes:

Absent:

Signed and approved by me after its passage.

Attest:
Clerk of said Board

Chairman, Board of Supervisors

WHEREAS, CSA No. 28, Zone 6 (CSA 6) operates the sewer treatment ponds that serve the
community of Sheridan; and,

WHEREAS, the Regional Water Quality Control Board has issued a Cease and Desist Order for CSA 6
that will force that CSA to eliminate effluent discharges by December 2006; and,

WHEREAS, CSA 6 is undertaking projects funded in part through Community Block Grants that will
help to eliminate surface discharges and improve its infrastructure, and as a result will reduce the
future cost of treating wastewater; and,

WHEREAS, the CSA does not have the funding necessary to acquire land and complete improvement
projects necessary to maintain compliance with the Cease and Desist Order, and requires loans to
cover these costs, such loans to be accounted for in the CSA Revolving Fund; and,

WHEREAS, Government Code Section 25210.9C.(a) requires that the method and term of the loan not
exceed 10 years and that interest will be charged on the loan at the rate earned by
the Treasury, and that CSA 28, Zone 6 will begin repayment as monies become available.

NOW, THEREFORE BE IT RESOLVED

The Placer County Board of Supervisors does hereby authorize a loan from the General Fund to the
CSA Revolving Fund for CSA No. 28, Zone No. 6 in the amount of \$220,000 to be appropriated in
Fiscal Year 05/06.

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BUDGET REVISION

POST DATE:

DEPT NO.	DOC TYPE	Total \$ Amount	TOTAL LINES
12	BR	880,000.00	4

Cash Transfer Required *Am Gen Fund*
 Reserve Cancellation Required
 Establish Reserve Required
 Auditor-Controller
 County Executive
 Board of Supervisors

ESTIMATED REVENUE ADJUSTMENT										APPROPRIATION ADJUSTMENT												
DEPT NO.	T/C	Rev	Fund	Sub Fund	OCA	PCA	OBJ 3	PROJ.	PROJ. DTL	AMOUNT	DEPT NO.	T/C	Rev	Fund	Sub Fund	OCA	PCA	OBJ 3	PROJ.	PROJ. DTL	AMOUNT	
12	006	502	502	24	996806	96806	8953			220,000.00	12	014	502	24	996806	96806	4151				220,000.00	
											10	015	100		199900		5600					220,000.00
											10	014	100		107800		2840					220,000.00
										TOTAL 220,000.00												
										TOTAL 660,000.00												

REASON FOR REVISION: TO APPROPRIATE LOAN FROM CSA REVOLVING FUND TO SHERIDAN SEWER FOR FY2005/06 FOR A CAPITAL IMPROVEMENT PROJECT
TO EXPAND EXISTING SEWER PONDS.

Prepared by *Valerie Doume* Ext *6803*

Department Head _____
Board of Supervisors _____
Date: 5/9/06
Page: _____

Budget Revision # _____ FOR INDIVIDUAL DEPT USE

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