

In the Agenda Item, on page 5, under POLICY ISSUE:

- ~~4. Condition the disbursement of construction funds on the City's submittal to the Division of Financial Assistance of a Waste Discharge Permit approved by the Central Coast Regional Water Quality Control Board (Central Coast Regional Water Board).~~
4. Condition this approval, as determined by the City's technical review, with the following:
 - a. The City must submit a Waste Discharge Permit approved by the Central Coastal Regional Water Quality Control Board with the Final Budget Approval package. The financing agreement will not be finalized and no funds will be disbursed for construction until the adopted Waste Discharge Permit is submitted to the Division of Financial Assistance.
 - b. The City shall apply recycled water produced by the Project to service of existing uses and to use the ensuing demand reductions to offset deliveries from Cal-Am until such time as the City receives consent from the Executive Director to apply the Project's recycled water to new service connections or to increased use at existing service addresses resulting from a change in zoning or use.

In the Item Resolution, on page 1, under WHEREAS:

12. Section 19.2 of State Water Board Order WR 2009-0060 states that cities on the Monterey Peninsula that receive water from Cal-Am must first apply any new water developed to offsetting diversions from the Carmel River prior to using the water for growth.

In the Item Resolution, on page 2, under THEREFORE BE IT RESOLVED THAT:

4. Condition this approval, as determined by the City's technical review, with the following:
 - b. The City shall apply recycled water produced by the Project to service of existing uses and to use the ensuing demand reductions to offset deliveries from Cal-Am until such time as the City receives consent from the State Water Board's Executive Director to apply the Project's recycled water to new service connections or to increased use at existing service addresses resulting from a change in zoning or use.

**Draft Copy- Final Revised Resolution
not yet available.**