

FUNDING AGREEMENT FOR THE PARK ROYAL CONSOLIDATION PROJECT

BPU Meeting: November 20th, 2025

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Overview

- Background
- Location Map
- Assistance Request (AR) 7259
- Analysis
- Recommendation

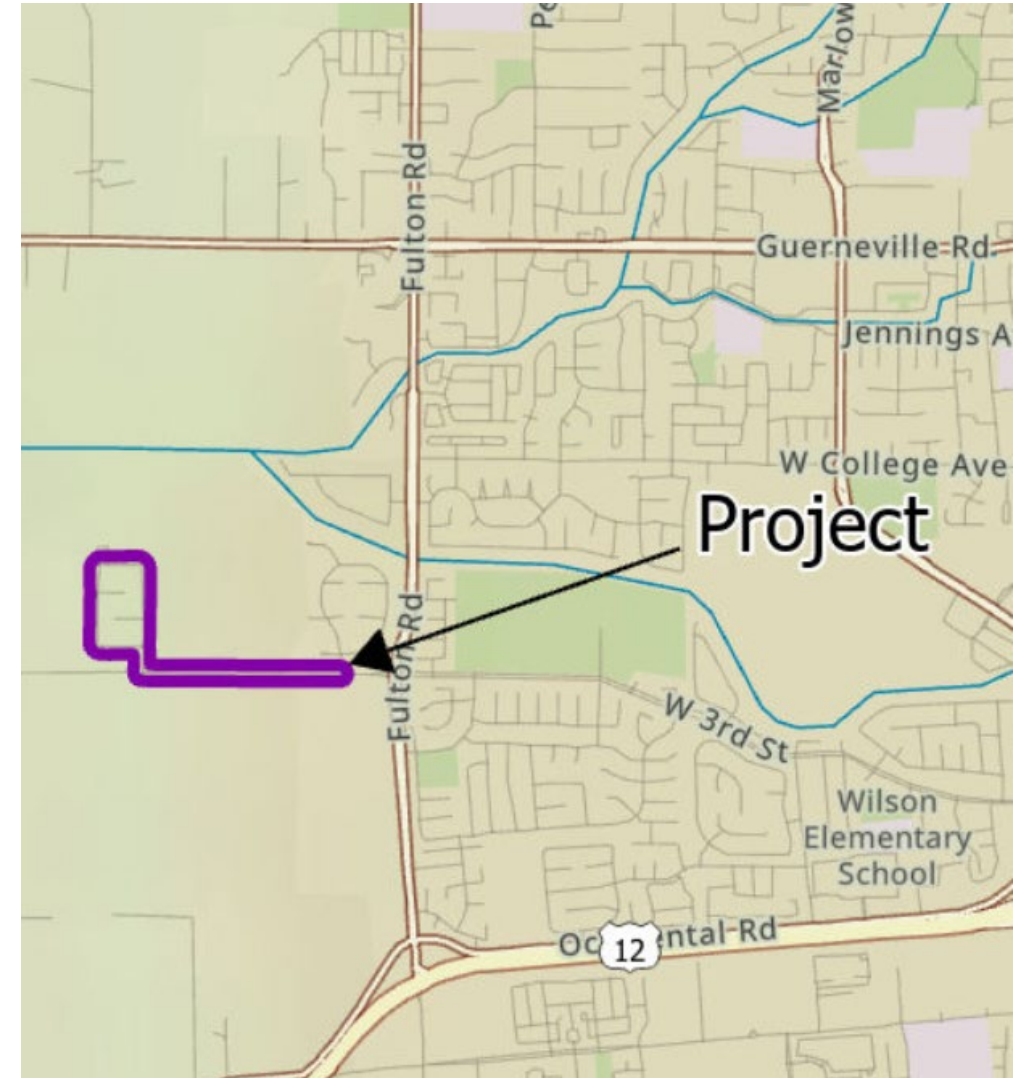
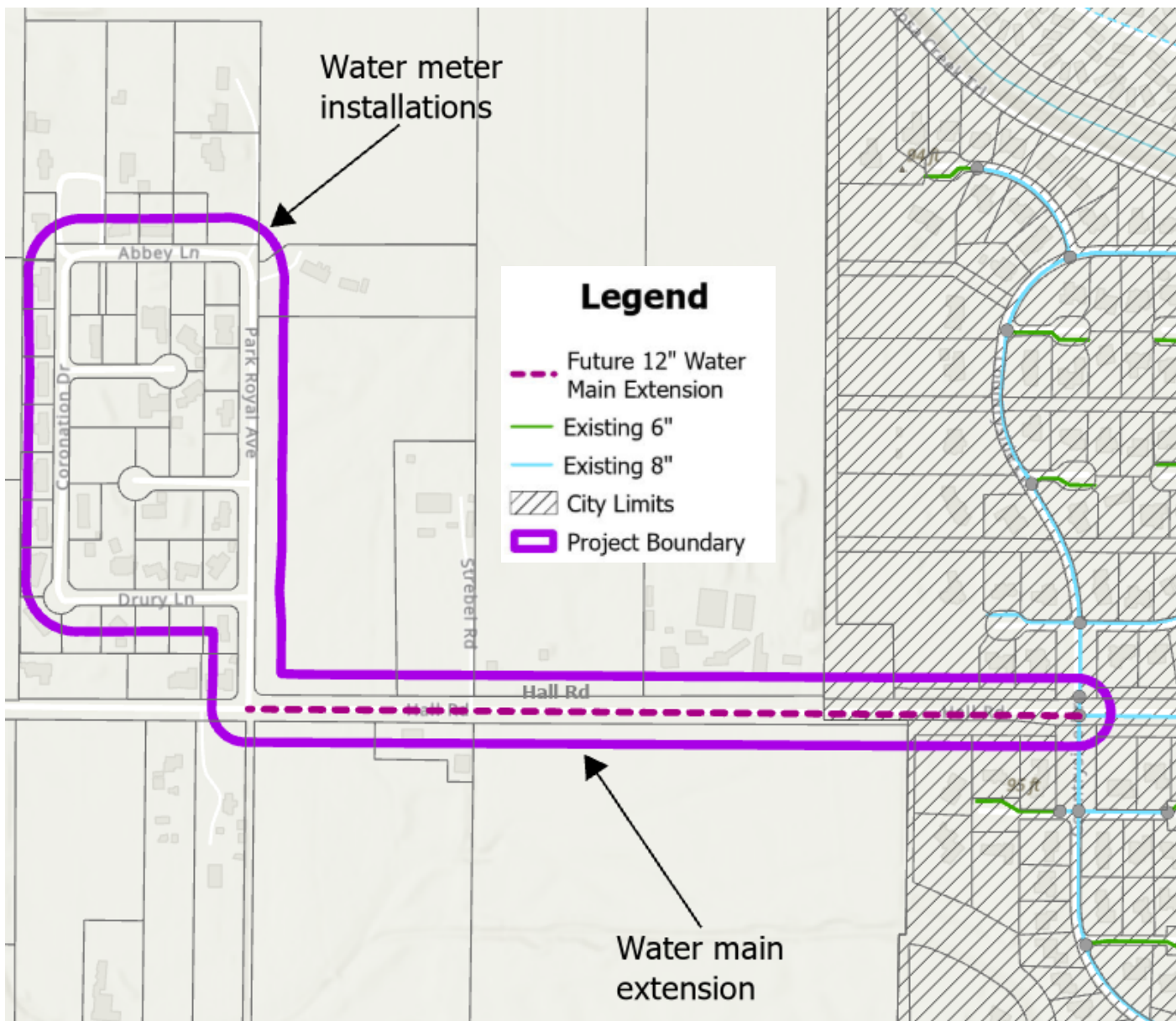
Background

- State Water Resources Control Board (Water Board) regulates the water quality of private water systems in California
- Many private water systems have existing groundwater sources that exceed the State's Maximum Contaminant Levels for nitrates and other contaminants

Background

- The Park Royal Mutual Water Company was identified by the Water Board as having groundwater contamination.
- The Park Royal Consolidation Project consists of connecting 27 parcels to the City of Santa Rosa's water distribution system.

Location Map



Assistance Request (AR) 7259

- Senate Bill 88 (2015) – Provides Water Board authority to mandate consolidation of water systems
- Proposition 1 Grant Funding
 - Provides funding for City to facilitate construction as a Capital Improvement Project
- The State assists in the consolidation process by:
 - Project Coordination and Development
 - Engineering and Environmental Analysis

Analysis

- The project includes permanent connection of the Park Royal Mutual Water Company to the City's water system
 - The water system serves 27 units.
- Each of the permanent connections includes water infrastructure for both domestic use and fire protection

Analysis

- Santa Rosa Water will be applying to the Water Board for funding for the Project
- All costs for the Project will be reimbursed from the Water Board via the funding agreement
- The Water Board requires approval from the Board of Public Utilities to:
 - Carry out the project
 - Enter into a funding agreement with the Water Board
 - Accept and expend State funds for the Project

Recommendation

It is recommended by the Water Department that the Board of Public Utilities, by resolution:

- Authorize Santa Rosa Water to carry out the Park Royal Consolidation Project
- Authorize the Director of Santa Rosa Water, or designee, to:
 - Enter into a Funding Agreement with the State Water Resources Control Board,
 - Accept and expend State funds for the Project,
 - Provide all assurance, certifications, and commitments in connection with the funding agreement, and
 - To sign and approve any agreements, amendments, invoices, and requests for reimbursement.

DISCUSSION / QUESTIONS