

Burney Water District



20222 HUDSON STREET, BURNEY, CA 96013 (530) 335-3582

Financing Options for making Payments to Contractors Wastewater Treatment Plant Improvement Project & Collection System Improvement Project – Phase 2

- Time it takes SRF to review, approve, and cut a check for disbursement requests is about 60 days from the date a complete, approved request is made. This will likely put repayment to the contractor at about 90 days or so.
 - Option 1 – Amend the current contract documents to indicate the contractor shall not anticipate monthly payment for up to 90 days, or
 - Option 2 – Apply to CoBank for an Interim Financing Revolving Line of Credit for gap/interim financing for capital expenditures as approved by the granting authorities, or
 - www.cobank.com, 800-542-8072 or Vice President number direct is 303-793-2139
 - Konocti County Water District received a \$2M line of credit, and since they are a current member of California Rural Water Association, the loan original fee was waived
 - Option 3 – Rely on District reserves to pay the contractor more quickly until the SRF reimbursement comes through