

BOARD FOR FINANCING WATER PROJECTS PROPOSED POLICY	DATE 7/24/09	PAGE Page 1 of 1
SUBJECT: NONPROFIT PUBLIC WATER SYSTEMS		

STATEMENT OF POLICY:

It is the policy of the Board for Financing Water Projects to support consolidation of small privately owned water systems that may lack adequate technical, managerial and financial capability with larger publically owned water systems where feasible.

REFERENCE:

The 2009 session of the Nevada Legislature adopted AB236 which amended NRS 349.981 by expanding eligibility for Water Infrastructure Grants to include public water systems that are owned and operated by nonprofit associations or cooperatives.

BOARD POLICY:

1. Recognizing the increasing costs to operate public water systems and the economy of scale, it is the policy of the Board to support consolidation of privately owned, nonprofit public water systems with larger publically owned systems where feasible.
2. Grant applications for improvements to privately owned, nonprofit public water systems will only be considered by the Board if the application includes a demonstration that consolidation with a publically owned system is infeasible. The demonstration must include either written correspondence from the publically owned system that they are unable or unwilling to serve the nonprofit system users or documentation that the distance to a publically owned system or cost of connection make consolidation infeasible.