Joe Lombardo
*Governor*

Melissa Starr
*Board Advisor*

Katie Armstrong
*Senior Deputy Attorney General*

**STATE OF NEVADA**

Board Members:
Bruce Scott, *Chair*
Andrew Belanger, *Vice Chair*
Abigail Yacoben
Mike Workman
Jeremy Hutchings

Non-Voting Member:
Linh Kieu

# AGENDA

## STATE BOARD FOR FINANCING WATER PROJECTS
## August 19, 2026
## 9:30 AM

**Location:**
**The Richard H. Bryan Building**
**Bonnie B. Bryan Conference Room**
**901 South Stewart Street, 1st Floor**
**Carson City, NV 89701**

**Join the Meeting virtually at:**

**Microsoft Teams:**
Meeting ID: 235 559 107 094 73
Passcode: v4aD2GD2

Call in by Phone (audio only)
United States: +1 (775) 321-6111
Meeting extension: 460 092 575#

**For information**: Contact: Melissa Starr (775) 687-9531, ndep-ofa@ndep.nv.gov.

**Note:** Items on this agenda may be taken out of order, may be combined for consideration by the public body, and may be pulled or removed from the agenda at any time. Public comment will be solicited prior to action on agenda items.

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1 **Call to Order** – Chair Bruce Scott

2 **Introduction / Establish Quorum (Discussion)**

3 **Public Comment (Discussion)**

Members of the public will be invited to speak before the board; however, no action may be taken on a matter during public comment until the matter itself has been included on an agenda as an item for possible action. Public comment may be limited to three (3) minutes per person at the discretion of the chair. Additional comments may be submitted to the board for inclusion in the minutes.

4 **Approval of Minutes – May 20, 2026, Meeting (For Possible Action)**

5 **Approval of Minutes – June 3, 2026, Meeting (For Possible Action)**

**6 Capital Improvements Grant Program Update (Discussion)**

*Presented by Melissa Starr*

**7 Drinking Water State Revolving Fund (DWSRF) Update (Discussion)**

*Presented by Melissa Starr*

## Drinking Water Projects for Consideration

**8 Elk Point Country Club HOW (For Possible Action)**

Proposed project for the DWSRF program

One resolution for consideration

*Summary by Matt Livingston, Chris Flores, and Melissa Starr*

## Capital Improvement Grant Program Letters of Intent for Consideration

**9 Moapa Valley Water District (For Possible Action)**

Proposed project for the Capital Improvement Grant program

One resolution for consideration

*Summary by Matt Livingston, Chris Flores, and Melissa Starr*

**10 Virgin Valley Water District (For Possible Action)**

Proposed project for the Capital Improvement Grant program

One resolution for consideration

*Summary by Matt Livingston, Chris Flores, and Melissa Starr*

**11 Pershing County Water Conservation District (For Possible Action)**

Proposed project for the Capital Improvement Grant program

One resolution for consideration

*Summary by Matt Livingston, Chris Flores, and Melissa Starr*

**12 Nye County – Gabbs Water System (For Possible Action)**

Proposed project for the Capital Improvement Grant program

One resolution for consideration

*Summary by Matt Livingston, Chris Flores, and Melissa Starr*

**13 Las Vegas Valley Water District – Blue Diamond Water System (For Possible Action)**

Proposed project for the Capital Improvement Grant program

One resolution for consideration

*Summary by Matt Livingston, Chris Flores, and Melissa Starr*

**15 2027 Meeting Schedule (Discussion)**

*Presented by Melissa Starr*

**16 Board Comments (Discussion)**

**17 Public Comments (Discussion)**

**18 Adjourn**

**Additional Information:**
The Board for Financing Water Projects was created by NRS 349.957. Under NRS 445A.265, the Board is charged with approving the priority of projects applying for grant assistance and the review and approval of loans to water systems applying for assistance from the Drinking Water State Revolving Fund. Under NRS 349.982, the Board is charged with the administration of the programs that provide grants for capital improvements to publicly owned water systems, grants for improvements to conserve water and grants for Technical Support for Water Rights.

**Address Questions to:**
Melissa Starr
Division of Environmental Protection
Office of Financial Assistance
901 South Stewart Street, Suite 4001
Carson City, Nevada 89701-5249
Phone: (775) 687-9531
Email: mstarr@ndep.nv.gov

Notice of this meeting was posted at the following Nevada locations:
- Nevada Public Notice Website - https://notice.nv.gov/
- The Nevada Division of Environmental Protection public notice website - https://ndep.nv.gov/posts
- Department of Conservation and Natural Resources, 901 South Stewart Street, Carson City

Supporting materials for all agenda items can be viewed at:
Department of Conservation and Natural Resources, 901 South Stewart Street, Suite 4001, Carson City
Contact: Melissa Starr – mstarr@ndep.nv.gov or (775) 687-9531.

Members of the public who are disabled and require special accommodations or assistance at the meeting are requested to notify, in writing, the Nevada Board for Financing Water Projects, in care of Melissa Starr, 901 South Stewart Street, Suite 4001, Carson City, Nevada 89701-5249, or by calling (775) 687-9531 prior to the date of the meeting.

**Meeting Minutes**

**BOARD FOR FINANCING WATER PROJECTS**

**May 20, 2026**

**9:00 am**

Bonnie B. Bryan Conference Room
901 South Stewart Street, 1st floor
Carson City, NV 89701

Held virtually using Microsoft Teams:
Meeting ID: 217 707 950 084 88

**Members present:**

Bruce Scott, Chair

Andrew Belanger, Vice Chair

Jeremy Hutchings

Mike Workman

Abbe Yacoben

Brendon Grant

**Legal counsel present:**

Katie Armstrong, Deputy Attorney General

**Public present:**

Cody Black, Shaw Engineering

Derek Starkey, Shaw Engineering

Tom Scott, Bureau of Land Management

Bridget Harris, RCAC

Elise Reynoso, Esmeralda County

Susan Dudley, Esmeralda County

Raymond Khoury, Coyote Crossing Water Well Association

**NDEP staff present:**

Benjamin Miller

Sheryl Fontaine

Melissa Starr

Matt Livingston

Chris Flores

Relinda Hawxhurst

Daniel Morgan

Ross Cooper

Cara Miller

Karrie Bennallack, Coyote Crossing Water Well Association

Joe Davis, Moapa Valley Water District

Stephanie Salleroli, City of Henderson

Nate Cardinal, Nye County School District

Tina Rodriguez, Orovada GID

Don Mertens, Orovada GID

Mike Anderson, Esmeralda County

Adrian Roberts, Esmeralda County

Rachael Holt, Esmeralda County

## Board for Financing Water Projects regular meeting

### 1) Call to order

Chairman Bruce Scott opened the meeting. Chairman Scott invited introductions from board members and the public.

## 2) Establish quorum

Chairman Scott established a quorum as the required number of board members were present.

## 3) Public Comment

There was no public comment.

## 4) Approval of minutes from February 18, 2026, regular meeting

Board Member Hutchings asked that his last name be corrected in the minutes. Vice Chairman Belanger moved to approve the minutes. The motion was seconded by Board Member Yacoben. The motion carried unanimously.

## 5) Capital Improvements Grant Program Funding Update

Nevada Division of Environmental Protection (NDEP) representative Benjamin Miller reported that as of May 4, 2026, the Capital Improvements Grant Program held $17,432,085.98, with $26,801.50 reserved for administration and $17,963,251.44 committed to open projects. The program is over committed by $557,966.96; the over commitment will be resolved by Treasurer's Interest received and potential de-obligation of project funds. A bond issuance request in the amount of $16,200,000 has been submitted for SFY 2027. NDEP estimates receiving $745,907.63 in Treasurer's Interest through December 2026. The program will have an uncommitted balance of $16,387,940.68 in December 2026. A list of applications has already been received for the Board's consideration later this year.

Chairman Scott asked about the City of Henderson grant and when draws will begin. Mr. Miller explained that draws are required quarterly and the first draw is expected in July 2026. Chairman Scott pointed out that the staff report reflected an agreement date of 2025, but it should be 2026.

## 6) Drinking Water State Revolving Fund (DWSRF) Update

Mr. Miller stated that as of May 4, 2026, the DWSRF held $142,165,924 in the state's account, had $105,656,771 in federal grant funds available to draw, and $28,474,720 in pending grant applications. Of that, $6,966,675 is held in reserve to satisfy bond debt service requirements, giving the fund $269,330,740 in cash available for loans. Existing commitments total $150,584,999, with $5,165,270 on this meeting agenda and $54,327,105 in projects under discussion, resulting in $210,077,374 in committed and potential projects.

EPA has requested that Nevada de-obligate grant funds for the Lead Service Line Program that are not committed or being spent. The State is planning to de-obligate the majority of the grant funds, retaining enough for the one project that is on the DWSRF priority list.

Vice Chairman Belanger asked about the cash flow model in the staff report, noting that incoming grant funds are significantly reduced in upcoming years. Mr. Miller explained that FFY 2026 is the last year of grants from the Infrastructure Investment and Jobs Act (IIJA). The base grants will continue, but with Congressionally Directed Spending being taken off the national SRF base allocations, NDEP anticipates a potentially significant decrease in grant funding.

Chairman Scott asked if there was any information from EPA about additional emerging contaminant funding. Mr. Miller explained that there have been no indications that EPA will extend the funding at this time.

Chairman Scott asked if there had been any changes to the types of projects the lead service line grants can fund. Mr. Miller explained that there have been no changes to the definition of a lead service line.

### 7) Nevada Drinking Water Priority List – Effective May 2026

Mr. Miller presented the DWSRF Project Priority List - Effective May 2026. The ranking reflects the policies and goals of NDEP regarding the use of the DWSRF.

The priority list currently includes 183 projects; 10 new projects added and 18 removed due to completion. There are 150 projects designated as disadvantaged and 151 considered small systems.

Board Member Yacoben asked if there was anything that staff felt was inefficient or if a project was in the wrong order based on the current ranking. Mr. Miller explained that the ranking criteria were updated in 2022 with the introduction of the IIJA grants and that projects are ranked appropriately based on their specific category and their disadvantaged status.

Chairman Scott asked whether there is any regulatory mechanism to move the Class I and II projects into the program for financial assistance and if there is anything the Board can or should be doing differently in that regard. Mr. Miller explained that most projects in those categories are already receiving funding from the program and staff continues to work with the entities that are not to secure funding for the remainder. The program does offer technical assistance to entities to assist with meeting the requirements to come into compliance and qualify for funding.

Board Member Yacoben moved to approve the Nevada DWSRF Priority List - Effective May 2026. The motion was seconded by Vice Chairman Belanger. The motion carried unanimously.

### 8) Nye County School District – Amargosa Elementary School Arsenic Treatment

NDEP staff recommended that the Board approve a $1,369,900 project loan commitment to Nye County School District for the Amargosa Elementary School Arsenic Treatment System. Matthew Livingston presented the staff’s technical recommendation and Chris Flores presented the staff’s financial review. The estimated project cost is $1,369,900 to be funded as a principal forgiveness loan. Mr. Miller brought to the Board’s attention that they have previously approved funding for this system and that those funds were de-obligated because the chosen treatment method was causing issues with the school’s septic system.

Chairman Scott for asked for an explanation from the system. Nate Cardinal, a representative of Nye County School District, explained that there are approximately 140 students and 20 staff members associated with the school. The connections include five modular buildings and four stick-built buildings. Chairman Scott asked about the arsenic level; Mr. Cardinal stated the arsenic levels are between 15 and 20 parts per billion. Chairman Scott asked if there were any meters on the system; Mr. Cardinal stated there were no meters as the system only serves the school.

Board Member Hutchings asked whether the intertie on the system was for fire-flow. Mr. Cardinal explained that the intertie between the school and one of the county buildings is for fire-flow and redundancy.

Chairman Scott expressed concern about a 100% principal forgiveness loan, and stated that the Board may discuss this at length in a future meeting.

Board Member Workman expressed concern about the technical capacity of the system and if they had back up operators available when necessary. Mr. Cardinal stated that they had a contract operator that could assist when necessary, as well as other operators out of Pahrump and Las Vegas if needed.

Vice Chairman Belanger moved to approve Resolution D08-0526 Nye County School District for the Amargosa Elementary School Arsenic Treatment System Loan Commitment. The motion was seconded by Board Member Yacoben. The motion carried unanimously.

### 9) Orovada General Improvement District – Tank and Transmission Line

NDEP staff recommended that the Board approve a $1,499,974.44 project loan commitment to Orovada General Improvement District (GID) for their tank and transmission line project. Mr. Livingston presented the staff's technical recommendation and Ms. Flores presented the staff's financial review. The estimated project cost is $1,499,974.44 to be funded as a principal forgiveness loan.

Chairman Scott asked if Orovada GID was separate from Humbolt County or if Humboldt County was managing the system. Ms. Flores stated that the GID was a separate fund within Humboldt County. Chairman Scott also observed that the staff report lists unrestricted cash and suggested that the Board would like to see restricted cash listed in the staff report as well, to ensure they have reserves for equipment replacement.

Chairman Scott expressed concern about meters that are not read year-round or tracking water use accurately. Vice Chairman Belanger concurred with the statement regarding meters. Vice Chairman Belanger also noted the importance of the community notifying their congressional representatives of the importance of this funding.

Tina Rodriguez, a representative of Orovada GID, commented that they do have a plan to replace the meters, and that there are meters that are not read in the winter months when they are frozen, but they do calculate the usage at the next meter read and bill for the appropriate usage at that time. Ms. Rodriguez thanked the Board and staff, as well as Rural Community Assistance Corporation, for all of their assistance in bringing this project forward.

Tom Scott, a representative of the Bureau of Land Management, stated that they will be providing an impact fee to Orovada GID for the water to be provided to the new fire house.

Board Member Workman moved to approve Resolution D09-0526 Orovada General Improvement District for their redundant tank and transmission line loan commitment. The motion was seconded by Vice Chairman Belanger. The motion carried unanimously.

### 10) Esmeralda County – Goldfield Town Water Transmission Line Replacement and Tank Rehabilitation

NDEP staff recommended the Board approve a $2,230,562.27 project loan commitment to Esmeralda County for the Goldfield transmission line replacement and tank rehabilitation. Mr. Livingston presented the staff's technical recommendation and Ms. Flores presented the staff's financial review. The estimated project cost is $2,230,562.27, to be funded as a principal forgiveness loan from the DWSRF.

Cody Black from Shaw Engineering, representing Esmeralda County, stated that this is the final section of the pipeline that needs to be replaced, and the tank rehabilitation is needed due to the age of the tank.

Commissioner Holt from Esmeralda County thanked the Board and staff for their assistance in funding this project.

Board Member Yacoben moved to approve Resolution D10-0526 Esmeralda County for the Goldfield transmission line replacement and tank rehabilitation loan commitment. The motion was seconded by Vice Chairman Belanger. The motion carried unanimously.

### 11) Coyote Crossing Water Well Association – Booster Pump

NDEP staff recommended the Board approve a $64,832.92 project loan commitment to Coyote Crossing Water Well Association for their booster pump. Mr. Livingston presented the staff's technical recommendation and Ms. Flores presented the staff's financial review. The estimated project cost is $64,832.92, to be funded as a principal forgiveness loan from the DWSRF.

Chairman Scott asked for clarification on the source of water; Mr. Livingston confirmed that the source is a well.

Coyote Crossing representatives Raymond Khoury and Karrie Bennallack provided an overview of the system at the request of Chairman Scott.

Vice Chairman Belanger asked if any consideration was given to consolidation with the municipal system. Daniel Morgan, with NDEP, commented that Las Vegas Valley Water District does have water lines in the area and recommended that Coyote Crossing stay an independent system at this time. Vice Chairman Belanger asked if Coyote Crossing had revocable or irrevocable water rights; staff did not have an answer but will look into this matter.

Chairman Scott asked for clarification about the planned use for the requested funds; Mr. Khoury clarified that the funds are to bring the system in compliance. Brendon Grant, with NDEP's Bureau of Safe Drinking Water, confirmed that the work being proposed will bring the system into compliance.

Vice Chairman Belanger asked for clarification regarding why the funds are designated as principal forgiveness; Mr. Miller clarified that the project was designated as principal forgiveness due to the relatively small project cost, and that underwriting a traditional loan would raise the cost substantially. The project was moved forward with a technical memo as a preliminary engineering report would exceed the cost of the project. Any future funding requests would require a preliminary engineering report with consolidation being an alternative that is evaluated.

Mr. Grant commented that there are other found systems in the Las Vegas Valley. The Board asked staff to work on a long-term plan to address potential consolidation options for future found systems.

Board Member Workman moved to approve Resolution D11-0526 Coyote Crossing Water Well Association for their booster pump loan commitment. The motion was seconded by Board Member Yacoben. Vice Chairman Belanger abstained from the vote. The motion carried unanimously.

### 12) Capital Improvements Grant Match Scales

NDEP staff recommended the Board approve the Capital Improvements Grant Eligibility Scales. Mr. Miller presented the staff's recommendation. The grant eligibility scales were updated at the Board's request to simplify the calculations and make it easier for recipients to determine their eligibility amounts.

Chairman Scott asked for clarification about the program the eligibility scales apply to; Mr. Miller clarified that the eligibility scales only apply to the Capital Improvements Grant Program.

Vice Chairman Belanger asked if the point deduction listed in the scales is based on past Board policies. Mr. Miller confirmed that the possible deductions are based on past Board policies and on verifiable facts, and therefore would not be considered subjective. Vice Chairman Belanger further asked if bias was built into the formulas for mean household income as southern Nevada heavily influences the state's mean household income. Ms. Flores clarified that the revised points ratios were kept consistent with the previous scale. Mr. Miller further clarified that the mean household income is based on the project area not the entity's service area.

Vice Chairman Belanger asked for additional clarification regarding the Board's authority to require match for eligible recipients and irrigations districts as it is not specifically stated in statute. Katie Armstrong, with the Attorney General's Office, confirmed that the Board has authority to require a match.

Vice Chairman Belanger moved to approve Resolution G12-0526 Capital Improvements Grant Eligibility Scales. The motion was seconded by Board Member Workman. The motion carried unanimously.

### 13) Board comments

There were no further board comments.

### 14) Public comments

Mr. Miller commented that the August 19, 2026, meeting may need to be rescheduled due to conflicts that have arisen, staff will seek the Board's availability to move the meeting if it becomes necessary.

Chairman Scott asked Sheryl Fontaine about the June 3, 2026, Board meeting. Ms. Fontaine confirmed that the meeting should be brief as it only addresses the pending regulatory changes. Mr. Miller confirmed the start time of the meeting as 9:00 am.

### 15) Adjourn the Board for Financing Water Projects meeting

The Board meeting adjourned at 10:52 am.

## Attachments

**Meeting Minutes**

**BOARD FOR FINANCING WATER PROJECTS**

**June 3, 2026**

**9:00 am**

Bonnie B. Bryan Conference Room
901 South Stewart Street, 1st floor
Carson City, NV 89701

Held virtually using Microsoft Teams:
Meeting ID: 255 200 038 634 147

**Members present:**

Bruce Scott, Chair

Andrew Belanger, Vice Chair

Mike Workman

Abbe Yacoben

Brendon Grant

**Legal counsel present:**

Katie Armstrong, Deputy Attorney General

**Public present:**

Julie Schoolmeester, Las Vegas Valley Water District

Kathy Flanagan, Las Vegas Valley Water District

Dylan Carey, Keller Associates

Katie Anderson, Keller Associates

Nico Rodriquez, WaterStart

**NDEP staff present:**

Benjamin Miller

Sheryl Fontaine

Melissa Starr

Chris Flores

Relinda Hawxhurst

Daniel Morgan

# Board for Financing Water Projects regular meeting

## 1) Call to order

Chairman Bruce Scott opened the meeting. Chairman Scott invited introductions from board members and the public.

## 2) Establish quorum

Chairman Scott established a quorum as the required number of board members were present.

## 3) Public Comment

There was no public comment.

## 4) Capital Improvements Grant Regulation Adoption

Sheryl Fontaine presented regulatory petition, Legislative Counsel Bureau (LCB) file number R124-24, which proposes to amend Nevada Administrative Code Chapter (NAC) 349.430 through 349.574 inclusive, for the Grants for Water Conservation and Improvements to Certain

Water Systems and Sewage Disposal Systems, formerly known as the AB198 program and now referred to as the Capital Improvements Grant Program.

The program was established in 1991 to provide funds to purveyors of water in Nevada to address specific water-related infrastructure needs. At the statutory level, the program has been expanded recently to include eligible recipients and local governments to help address specific needs. The Board for Financing Water Projects (Board), created pursuant to NRS 349.957, administers the program and adopts necessary regulations for the program. These regulatory changes are being proposed, in part, to align the Nevada Administrative Code with the Nevada Revised Statutes (NRS).

In summary, R124-24 proposes to

- align NAC with NRS changes due to the passage of Assembly Bill 20 (82nd legislative session);
- align NAC with NRS changes due to the passage of Senate Bill 150 (80th legislative session);
- clarify requirements for each type of recipient;
- streamline and clarify the letter of intent and application processes;
- update regulations for the grant scale;
- update fee and grant term language; and
- make other housekeeping amendments.

Changes proposed to align NAC with NRS include expanding program eligibility to include “eligible recipients” to receive grants to address wellhead abandonment and septic to sewer conversions and “governing bodies” to receive funds to develop water resource plans, and changing the “Department of Business and Industry” to “Department of Conservation and Natural Resources and Nevada Division of Environmental Protection.”

As a result of expanding the types of recipients and projects, language is also being added to clarify the requirements for each entity and project type to receive funding. This section, which is NAC 349.475, was amended to include a separate subsection for each recipient type and identify what each must do to receive funding. Related to these changes, R124-24 also proposes changes to streamline the Letter of Intent and Application processes and identify the required contents for each as well as submission requirements. As NAC 349 was last updated in 2006, these changes will align the NAC with actual current practices. Ms. Fontaine pointed out a green line edit on page 19 that adds the word ”Water” to the term “Bureau of Pollution Control”.

Ms. Fontaine continued, explaining that current NAC outlines the requirements for the contents of the Board resolution approving funding from the program, including the determination of grant amount and associated match requirements, using a scale developed and approved by the Board. Changes to NAC 349.535 update the requirements for the Board policy for the scale used to determine grant amount for each recipient type. Changes also include the addition of the requirement to maintain sufficient user rates, develop and maintain a fiscal sustainability plan or asset management plan, and fund a capital reserve replacement account. This section was also amended to incorporate the use of program funds for septic to sewer conversion and for nonprofits.

Updates to the fees section in NAC 349.549, were made to 1) clarify that the fee may not be included as a cost eligible for reimbursement, and 2) change the term of the grant, which is the time during which the funds must be spent, from five to three years. The need for this change arose in part from the lack of consistency in the program receiving authority for bond funding annually since these bonds are secured and repaid with general funds of the state. Prior to that time, funding authority was consistent enough that arbitrage was not a concern. However, because of the recent inconsistency in the program receiving funding, the funds must be spent timely to avoid future arbitrage.

Finally, some outdated language and processes were updated. For example, language was added requiring a public procurement process for solicitation and awarding of bidding contracts to show open and fair competition, regardless of the legal structure of the applicant. Language was also added clarifying the documents acceptable for proof of payment on draws. Finally, some definitions were added or removed to align with other amendments discussed previously. Language was added referencing “or project” at the end of “proposed improvement,” and the recent implementation of the Nevada Infrastructure Financial System, or NIFS.

Chairman Scott asked the Board if there were any comments.

Vice Chairman Belanger asked if the “as amended” language in NAC 349.475, Section 8, subsection 2 is necessary or whether “as amended and any future amendments” would be more appropriate, so that the regulations don’t need to be updated if further statutory changes are made.

Ms. Fontaine stated that the language was added by the LCB.

Ms. Armstrong commented that if the language was added by LCB, it should remain as such and that LCB may change the language when it is codified.

Chairman Scott asked if there were any written comments or comments submitted prior to the board meeting.

Ms. Fontaine stated that no written comments were received and that a public workshop was held regarding these regulations on March 31, 2026, and that there was only one virtual participant and no verbal comments were made.

Chairman Scott asked for public comment, no comments were received.

Board Member Workman moved to approve the regulatory petition LCB file number R124-24, with NDEP proposed edits. The motion was seconded by Vice Chairman Belanger. The motion carried unanimously.

### 5) Board comments

There were no further board comments.

### 6) Public comments

There were no further public comments.

### 7) Adjourn the Board for Financing Water Projects meeting

The Board meeting adjourned at 9:19 am.

## Attachments

**Board for Financing Water Projects**
**Capital Improvement Grant Program**
**August 2026**

## Capital Improvements Grant Program Funding Updates as of August 10, 2026

| | |
|---|---|
| Current Cash Balance: | 17,043,414.33 |
| Reserved for Administration (service fees) | 32,240.00 |
| Committed funds not yet disbursed: | 17,568,912.11 |
| Pending Disbursements | - |
| Bond proceeds for Administration | - |
| Un-committed (over-committed) bond proceeds | (557,737.78) |
| | |
| FY27 PENDING Bond Issuance Year 2 | 16,200,000.00 |
| Forecased Interest for Bond 7075 through Dec 2026 | 817,094.99 |
| Forecasted uncommited balance Dec 2026 | **16,459,357.21** |

| Bond Series | 2026C | |
|---|---|---|
| Legislative Authority | SB502 (83rd Session) $17,700,000 | |
| Date of Issuance | February 24, 2026 | |
| Initial Proceeds | $ 17,700,214.75 | |
| Treasurer's Interest | $ 14.43 | |
| Total Proceeds | $ 17,700,229.18 | |
| 6 months | $ (687,554.85) | 3.88% |
| 12 months | | 0.00% |
| 18 months | | 0.00% |
| 24 months | | 0.00% |
| 30 months | | 0.00% |
| 36 months | | 0.00% |
| 42 months | | 0.00% |
| 48 months | | 0.00% |
| Unspent Proceeds | $ 17,012,674.33 | 96.12% |

| Entity | Contract | Date | Amount | Drawn | Outstanding | Last Draw Date |
|---|---|---|---|---|---|---|
| Topaz Ranch Estates GID | GP2203 | 05/17/22 | $1,645,520.00 | $1,605,613,88 | $39,906.12 | 06/10/25 |
| Carlin, City of | GP2601 | 03/18/26 | $874,478.68 | $0.00 | $874,478.68 | None |
| Clark County Water Reclamation District | GP2602 | 04/06/26 | $2,106,000.00 | $0.00 | $2,106,000.00 | None |
| Ely, City of | GP2603 | 03/18/26 | $260,340.00 | $0.00 | $260,340.00 | None |
| Hawthorne Utilities | GP2604 | 03/25/26 | $303,778.00 | $0.00 | $303,778.00 | None |
| Hawthorne Utilities | GP2605 | 03/25/26 | $151,184.88 | $0.00 | $151,184.88 | None |
| Henderson, City of | GP2606 | 04/06/26 | $2,191,595.56 | $0.00 | $2,191,595.56 | None |
| Moapa Valley Water District | GP2607 | 03/18/26 | $2,252,640.00 | $5,088.39 | $2,247,551.61 | 07/31/2026 |
| Moapa Valley Water District | GP2608 | 03/18/26 | $26,838.00 | $0.00 | $26,838.00 | None |
| Moapa Valley Water District | GP2609 | 03/18/26 | $50,859.90 | $0.00 | $50,859.90 | None |
| Pioche Public Utilities | GP2610 | 03/18/26 | $197,208.70 | $2,579.17 | $194,629.53 | 07/09/26 |
| Pioche Public Utilities | GP2611 | 03/18/26 | $167,420.50 | $13,634.27 | $153,786.23 | 07/27/26 |
| Reno, City of | GP2612 | 04/08/26 | $3,095,137.50 | $93,180.39 | $3,001,957.11 | 07/07/26 |
| Silver Springs GID | GP2613 | 04/02/26 | $592,920.00 | $0.00 | $592,920.00 | None |
| Sun Valley GID | GP2614 | 03/18/26 | $5,201,135.73 | $620,600.48 | $4,580,535.25 | 06/02/26 |
| Virgin Valley Water District | GP2615 | 04/02/26 | $806,990.00 | $14,438.76 | $792,551.24 | 08/03/26 |

**Board for Financing Water Projects**
**Drinking Water State Revolving Fund**
**August 2026**

## Drinking Water Program Funding Updates as of August 10, 2026

| Program Cash Balances | DWSRF Base Program | DWSRF Emerging Contaminants | DWSRF Lead Service Lines | Total DWSRF Funding |
|---|---|---|---|---|
| **Cash in the State Account** | **$148,080,491** | **$0** | **$0** | **$148,080,491** |
| Less bond debt service reserves | -$6,764,250 | $0 | $0 | -$6,764,250 |
| Add Federal Cash Available for Loans | $44,959,602 | $29,641,583 | $25,212,000 | $99,813,185 |
| Add pending federal grants (FY26 appropriation) | $20,553,720 | $7,921,000 | $0 | $28,474,720 |
| **Cash Available for Loans** | **$206,829,563** | **$37,562,583** | **$25,212,000** | **$269,604,146** |
| Committed funds not yet disbursed | $142,748,271 | $7,325,178 | $0 | $150,073,449 |
| Add commitments for Board consideration | $78,000 | $0 | $0 | $78,000 |
| **Total committed funds after Board Approval** | **$142,826,271** | **$7,325,178** | **$0** | **$150,151,449** |
| Add projects in discussion with OFA | $12,820,749 | $29,385,000 | $3,875,000 | $46,080,749 |
| Total committed and potential project loans[A] | **$155,647,020** | **$36,710,178** | **$3,875,000** | **$196,232,198** |

[A] Nevada evaluates cash over a three-year period to determine the amount of cash available for loan commitments. This practice is highly encouraged by EPA for effective use of funds management. Therefore, the amount committed to projects at any given time *may* be higher than the current cash available in the program accounts.

| Program Cash Balances for Principal Forgiveness (PF) Loans[B] | DWSRF Base Program | DWSRF Emerging Contaminants | DWSRF Lead Service Lines | Total DWSRF Funding |
|---|---|---|---|---|
| **Required amount to commit to PF loans** | **$76,786,620** | **$29,926,860** | **$14,038,500** | **$120,751,980** |
| Add pending federal grant requirements | **$14,596,120** | **$7,921,000** | $0 | $22,517,120 |
| Less spent amount | **-$37,789,035** | **-$207,345** | $0 | -$37,996,380 |
| **Total Required PF Loan Balance** | **$53,593,705** | **$37,640,515** | **$14,038,500** | **$105,272,720** |
| Committed funds not yet disbursed | $18,576,616 | $5,792,655 | $0 | $24,369,271 |
| Commitments for Board consideration | $78,000 | $0 | $0 | $78,000 |
| Add projects in discussion with OFA | $6,257,726 | $29,385,000 | $3,875,000 | $39,517,726 |
| Remaining Authority[B] | **$28,681,363** | **$2,462,860** | **$10,163,500** | **$41,307,723** |

[B] Cash available for PF loans is included in the Program Cash Balance table above. This table reflects the federal requirements for Nevada to distribute a portion of the available cash as PF loans.

## Drinking Water Cash Flow Projections (Base Program Only)[1]

| Values include federal grants received with projected FY26 Allotment | Jul 01,2026<br>Year 1 | Jul 01,2027<br>Year 2 | Jul 01,2028<br>Year 3 | Jul 01,2025<br>Year 4 | Net Change |
|---|---|---|---|---|---|
| **Cash balance forward** | **$182,880,019** | **$61,295,405** | **$27,802,864** | **$31,508,024** | |
| Receipts from grants awarded | 20,553,720 | 0 | 0 | 0 | 20,553,720 |
| Transfer to the CWSRF program[2] | (60,000,000) | 0 | 0 | 0 | (60,000,000) |
| Receipts from bonds issued | 0 | 1,000,000 | 0 | 0 | 1,000,000 |
| Receipts from treasurer's interest[3] | 5,123,391 | 5,182,817 | 5,182,817 | 5,182,817 | 20,671,842 |
| Receipts from loan principal | 6,497,654 | 13,299,835 | 13,682,398 | 13,392,547 | 46,872,434 |
| Receipts from loan interest | 1,440,974 | 2,656,490 | 2,352,454 | 2,049,154 | 8,499,072 |
| Payments for debt service on bonds | (3,926,325) | (3,986,850) | (3,482,025) | (3,383,625) | (14,778,825) |
| Payments for loan recipients[3] | (91,476,453) | (52,324,558) | (15,519,584) | (3,212,329) | (162,532,924) |
| Change in debt service reserves | 202,425 | 679,725 | 1,489,100 | 0 | 2,371,250 |
| **Cash balance forward** | **$61,295,405** | **$27,802,864** | **$31,508,024** | **$45,536,588** | **($137,343,431)** |
| | | | | Beginning Cash | $182,880,019 |
| | | | | Ending Cash | **$45,536,588** |

[2]Transfer to CWSRF is dependent upon budget approval and EPA consent

[3]Estimated at 3% A.P.R. on undisbursed cash in the fund. Subject to change.

[1] Estimate only for planning purposes. All numbers are subject to change.

**Loan Commitment from the**
**Drinking Water State Revolving Fund**
Board for Financing Water Projects

August 2026

# Elk Point Country Club HOA

| **Total Commitment**<br>**$78,000.00** | **Recommendation**<br>The Nevada Division of Environmental Protection (NDEP) recommends that the Board for Financing Water Projects (Board) approve a loan commitment to Elk Point Country Club Homeowners Association (HOA) for Surface Water System-Preliminary Engineering Report (PER). | |
|---|---|---|
| **Amount** | **Resolution** | **Program and Terms** |
| $78,000.00 | D08-0826 | DWSRF Principal Forgiveness |

## Management and Structure

**Loan Recipient and Structure** Elk Point Country Club HOA

Elk Point Country Club HOA is a public water system per NRS 445A.235.

**System Number** NV0000271

## System Information

**County** Douglas

**System Population** 325

**System Service Connections** 93

**System Infrastructure** Elk Point Country Club HOA is supported by two wells, a 260,000-gallon water storage tank, pump station, distribution system, chlorinator, and uranium treatment system.

**System Compliance** The HOA has received several notices of noncompliance for detection of uranium above the maximum contaminant level (MCL).

## System Project for Funding

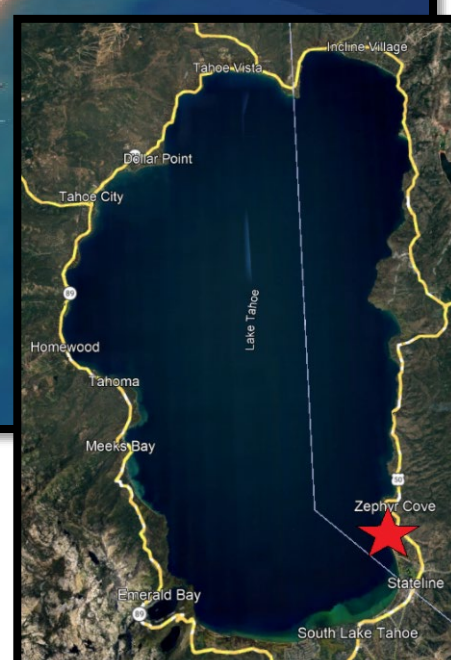
| | |
|---|---|
| **DWSRF Priority List** | Priority #21 on the Drinking Water SRF Priority List Effective May 2026. |
| **System need for the project** | The current treatment system for the Elk Point HOA is unable to sufficiently treat the high uranium levels in the existing groundwater source in order to provide reliable and safe drinking water. Resin exchanges in the current ion exchange system are needed more |

| | |
|---|---|
| | frequently than standard practice. These factors have prompted the Elk Point HOA to propose surface water as an alternate water source to their existing well supply. |
| **Project Narrative** | Funding is requested to develop a Preliminary Engineer Report (PER) to evaluate the system's infrastructure and alternative treatment options for uranium reduction. |
| **Project Alternatives Evaluated** | This project will evaluate alternatives, including consolidation, groundwater reliance with system upgrades, and rehabilitation and expanded use of surface water supply infrastructure. |

## Maps and Exhibits

In accordance with NRS 239C.210 and Executive Order 2020-01 dated February 4, 2020, drawings, maps, plans, or records that reveal the locations of critical infrastructure, including primary buildings, facilities, and other structures used for storing, transporting, or transmitting water, are deemed confidential and not subject to subpoena or discovery, and therefore not subject to inspection by the general public.

NDEP is able to provide the following information for further clarification on the project location, need, or scope:


**Timeline**

**Loan Closing:** 9/15/2026

**Sources of Project Funding**

| | DWSRF | Local | Other Source | Total Costs |
|---|---|---|---|---|
| Preplanning costs already incurred | $0.00 | $0.00 | $0.00 | **$ 0.00** |
| Planning costs including PER | $78,000.00 | $19,500.00 | $0.00 | **$97,500.00** |
| Design and Engineering including inspection | $0.00 | $0.00 | $0.00 | **$ 0.00** |
| Land Acquisition | $0.00 | $0.00 | $0.00 | **$ 0.00** |
| Capital asset materials and equipment | $0.00 | $0.00 | $0.00 | **$ 0.00** |
| Construction costs | $0.00 | $0.00 | $0.00 | **$ 0.00** |
| Financing including bond costs | $0.00 | $0.00 | $0.00 | **$ 0.00** |
| Construction contingency | $0.00 | $0.00 | $0.00 | **$ 0.00** |
| Other | $0.00 | $0.00 | $0.00 | **$ 0.00** |
| **Totals** | **$78,000.00** | **$19,500.00** | **$ 0.00** | **$97,500.00** |

Other Source:

## Environmental Review

An environmental review will not be required during the development of this PER. Once the PER is developed and a proposed project is determined, the level of the environmental review can be determined. The environmental review will be developed during the design phase of the chosen project.

## Community Engagement

Elk Point Country Club HOA has a governing Board of Directors that meets bimonthly.

## Loan Recipient Information

**Possibility for Consolidation**: Consolidation will be evaluated through the development of the PER.

**Water Conservation Plan**: Elk Point Country Club has a Water Conservation Plan on file with the Nevada Division of Water Resources, dated January 2022.

**Technical Capacity**: "Technical capability" means the ability of a public water system to:

1. Obtain an adequate and reliable source of water that is necessary to provide the quantity and quality of water required by the system; and
2. Establish and maintain an adequate infrastructure for the treatment, storage and distribution of the quantity and quality of water required by the system; and
3. Employ operators who have the technical knowledge and ability to operate the system[1].

[1] NRS 445A.847

Elk Point Country Club HOA has a certified operator Grade D1/T1 in current good standing.

Elk Point Country Club HOA has the technical capacity for NDEP to recommend funding support.

**Managerial Capacity**

"Managerial capability" means the ability of a public water system to conduct its administrative affairs in a manner that ensures compliance with all applicable standards based on[2]:

1. The accountability, responsibility and authority of the owner or operator of the system; and
2. The personnel and organization of the system; and
3. The ability of the persons who manage the system to work with:
   (a) Jurisdictional, regulatory and other governmental agencies; and
   (b) Trade and industry organizations; and
   (c) The persons served by the system.

Elk Point Country Club HOA has demonstrated managerial capacity for NDEP to recommend funding support.

**Financial Capacity**

"Financial capability" means the ability of a public water system to:

1. Pay the costs related to maintenance, operations, depreciation and capital expenses; and
2. Maintain creditworthiness; and
3. Establish and maintain adequate fiscal controls and accounting methods required for the operation of the system[3].

| Financial Information as of: | June 30, 2025 (DRAFT) |
|---:|---|
| Financial information independently audited by: | Jackson & Jackson CPA<br>FY25 Audit still in DRAFT |
| Unrestricted cash | $1,262,123 |
| Days cash on hand | 937 |
| Outstanding debt | $0.00 |
| Net Income before depreciation | $812,038 |
| Current ratio | 19.78 |
| Debt coverage | N/A |

**User Water Rates**

There are no specific water rates for Elk Point Country Club HOA. All expenses are included in the HOA fees.

**Water Meters**

The system is not metered. Water expenses are covered within the HOA fees. Per the entity about 12 million gallons are used per year for 95 connections for an average of 10,526 gallons per month, per connection.

**Asset Management Plan**

Elk Point Country Club HOA does not have an Asset Management Plan (AMP) currently. They do have multiple plans/policies that may meet the AMP requirements and are prepared to submit an AMP prior to the completion of the project.

**Capital Replacement Reserve Account**

Elk Point Country Club HOA does have a Capital Replacement Reserve Account (CRRA) in place. The entity has been given the CRRA guidelines to ensure future

[2] NRS 445A.827
[3] NRS 445A.817

implementation meets DWSRF requirements. The balance as of June 2026 was $666,980.

| | |
|---|---|
| **DWSRF Principal Forgiveness Eligibility Criteria** | Elk Point Country Club HOA does not qualify as disadvantaged. DWSRF can fund the PER for this project with an 80/20 match using additional subsidy that is currently available. |

## System Previous Commitments and Studies

**Project I.D. ElkPt1; Executed June 2009; Loan Amount $110,578.86**
Uranium Compliance

## DWSRF Authority and Purpose

The 1996 amendments to the Safe Drinking Water Act (SDWA) authorized the DWSRF. The DWSRF is a national program to assist public water systems in financing the cost of drinking water infrastructure projects needed to achieve or maintain compliance with the SDWA and to further the public health objectives of the SDWA. The SDWA authorizes the U.S. Environmental Protection Agency (EPA) to award capitalization grants to states that have established DWSRF programs. The Nevada Legislature passed legislation that authorizes NDEP to administer the DWSRF under the Nevada Revised Statutes (NRS) 445A.200 to 445A.295, inclusive. In addition to the authorizing statute, Nevada has adopted Nevada Administrative Code (NAC) 445A.6751 to 445A.67644, inclusive, which describes the program requirements. Federal regulations for implementing the DWSRF are found in 40 CFR, part 35. Other program directives include the Operating Agreement between NDEP and EPA, the annual Intended Use Plan, EPA guidance and policies, and conditions of each grant award.

One of the requirements of the NRS pertaining to the DWSRF is that NDEP shall not “commit any money in the account for the revolving fund for expenditure … without obtaining the prior approval of the board for financing water projects” (NRS 445A.265(3)).

## DWSRF Loan Conditions

| | | |
|---|---|---|
| $78,000.00 | D08-0826 | DWSRF principal forgiveness loan. Qualifies as a loan incentive. |

The above-referenced loan will contain the following conditions:

- 100% of the principal will be forgiven.
- Review user rates at least every three (3) years for the life of the loan.
- Develop and maintain an asset management plan that is reviewed by the governing board at least every five (5) years.
- The recipient agrees to draw funds available in this contract within three (3) years from the date of this contract. Funds will be subject to de-obligation and/or review by the Division after this time period.

## RECOMMENDED MOTION FOR THE DWSRF LOAN

I move to approve the resolution titled “D08-0826 Elk Point Country Club HOA Project Loan Commitment,” which is intended to finance certain projects in an amount not to exceed $78,000,00. The loan will include terms and conditions as outlined in the resolution and staff report.

# RESOLUTION D08-0826

*Elk Point Country Club HOA Project Loan Commitment*

| | |
|---|---|
| **WHEREAS:** | The Board for Financing Water Projects (Board) of the State of Nevada is authorized by Nevada Revised Statutes (NRS) chapter 445A.265 to approve the Nevada Division of Environmental Protection (NDEP) prioritized lists of water projects and to commit loans from the revolving fund account to help community water systems and non-transient water systems pay for capital improvements and debt refinancing, both of which are required and made necessary under NRS 445A.800 to 445A.955, inclusive, by the Safe Drinking Water Act (42 U.S.C. §§ 300f et seq.), and by corresponding regulations; and |
| **WHEREAS:** | NDEP has the responsibility of administering the Drinking Water State Revolving Fund program; and |
| **WHEREAS:** | On May 20, 2026, the Board, under NRS 445A.265(3), approved the Priority List Effective May 2026, which ranks water projects that are eligible for loans from the Drinking Water State Revolving Fund account; and |
| **WHEREAS:** | <<Loan Recipient>> (Recipient) owns and operates a public community water system in Nevada; and |
| **WHEREAS:** | The Recipient submitted a pre-application to NDEP for funding a project to <<project>> (Project); and |
| **WHEREAS:** | The Project is included as project #21 on the Priority List Effective May 2026 of water projects; and |
| **WHEREAS:** | The Recipient's Project is ready to proceed; and |
| **WHEREAS:** | In connection with seeking a loan, the Recipient has submitted a written application to NDEP consistent with NAC 445A.67613; and |
| **WHEREAS:** | NDEP has reviewed the application — including supporting materials — and has determined that the Recipient has the technical, managerial, and financial capability to manage a loan for the Project; and |
| **WHEREAS:** | NDEP has taken all necessary and proper actions as required by regulations on loan applications adopted by the State Environmental Commission (NAC 445A.6751 to 445A.67644, inclusive); and |
| **WHEREAS:** | The Board must give prior approval before NDEP may expend any money from the revolving fund account for the purposes set forth in NRS 445A.275; |

**IT IS RESOLVED by the Board for Financing Water Projects of the State of Nevada:**

***Section 1:*** This resolution shall be known as the “D08-0826 Elk Point Country Club HOA Project Loan Commitment”

***Section 2:*** The loan for the Project shall be negotiated between the Recipient and NDEP. The loan will include terms and conditions as outlined in the staff report dated August 19, 2026, and must comply with applicable provisions in the Nevada Drinking Water Intended Use Plan.

***Section 3:*** Based on NDEP’s review of the application and recommendation to the Board concerning the Project, and subject to the provisions of Section 2 and 4 of this resolution, the Board approves a commitment of funds in the amount not to exceed $78,000.00 from the revolving fund account consistent with NRS 445A.265(3).

***Section 4:*** The Board further recommends that NDEP take all other necessary and appropriate actions to advance the provisions of this resolution consistent with NRS 445A.200 to 445A.295, inclusive, and with corresponding regulations.

***Section 5:*** This resolution shall be effective on its passage and approval.

## PASSED, ADOPTED, AND SIGNED August 19, 2026

Signed:____________________________________

**Chair**
Board for Financing Water Projects

Attest:____________________________________

**Advisor**
Board for Financing Water Projects

**Letter of Intent from the**
**Capital Improvements Grant Program**
Board for Financing Water Projects

*August 2026*

# Moapa Valley Water District

| Estimated Project Cost $1,267,300.00 | Recommendation<br>The Nevada Division of Environmental Protection (NDEP) recommends that the Board for Financing Water Projects (Board) approve a Letter of Intent to fund Moapa Valley Water District for a capital improvement project for Supervisory Control and Data Acquisition (SCADA) improvements. | |
|---|---|---|
| **Grant Percent** | **Resolution** | **Program and Terms** |
| 38 | G09-0826 | Grant Funds |

## Management and Structure

**Grant Recipient and Structure** Moapa Valley Water District is a purveyor of water per NRS 349.980(10).

**System Number** NV0000160

## System Information

**County** Clark

**System Population** 8,500

**System Service Connections** 2,623

**Date System Founded** June 23, 1983

**System Infrastructure** The system operates four active wells, chlorinators and treatment facilities, booster pumps and a distribution system.

**System Compliance** The system is currently in compliance with no outstanding violations or unresolved significant deficiencies.

## System Project for Funding

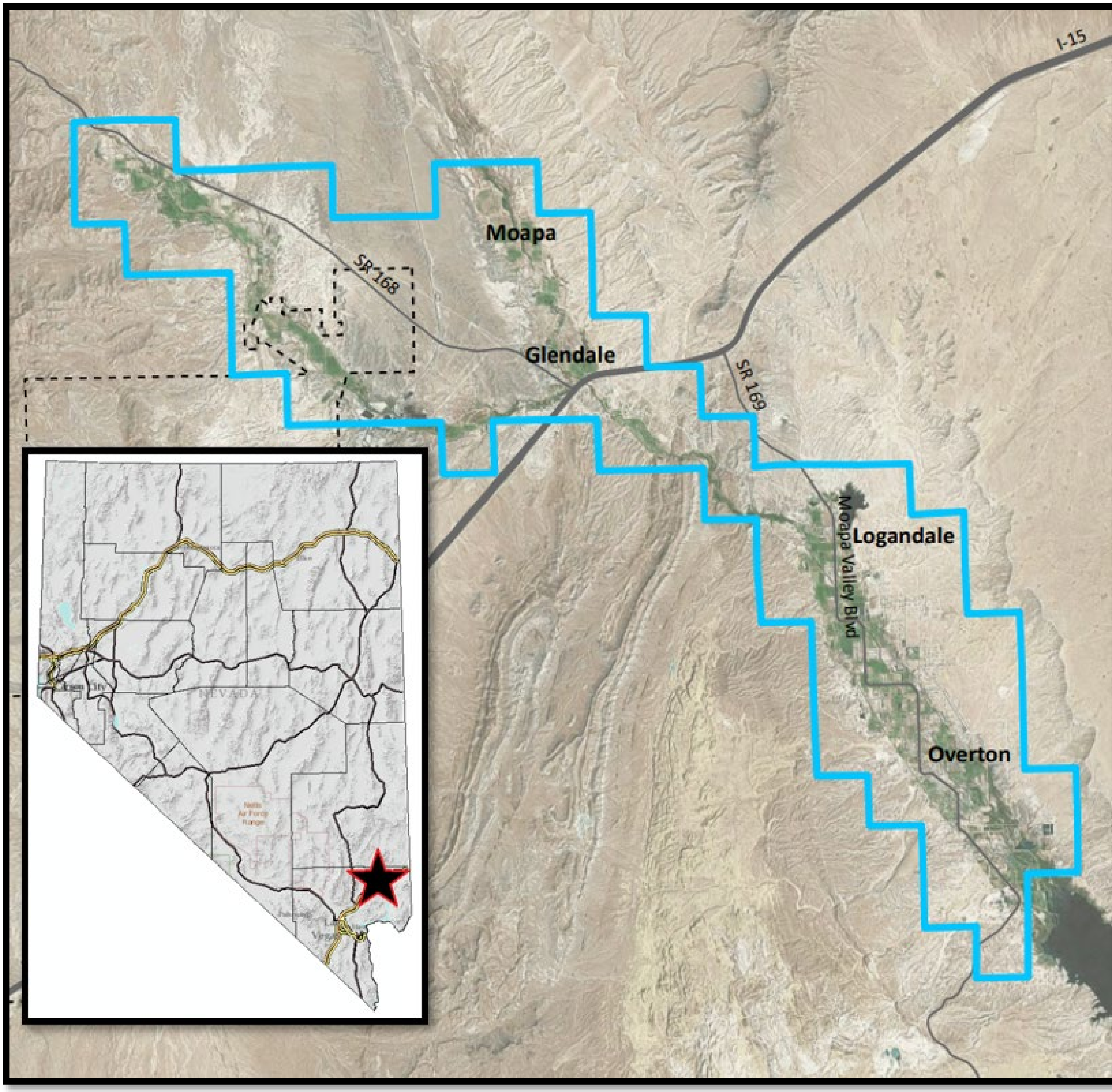
| | |
|---|---|
| **DWSRF Priority List** | Priority #121 on the Drinking Water SRF Priority List Effective May 2026. |
| **System need for the project** | The system currently operates a SCADA system that is more than 20 years old. The SCADA service provider that supports this legacy system is expected to discontinue operations within the next few years. Without a service provider the Moapa Valley Water |

| | |
|---|---|
| | District faces a significant risk of prolonged service outages, during which critical repairs could not be completed.  The SCADA system needs to be updated to more current technology with a new service provider that can serve the District in the future. |
| **Project Narrative** | The Moapa Valley Water District proposes to improve the existing SCADA system. The existing system is dated, inefficient, and will soon be unserviceable. The project will replace and install over 140 SCADA system components, including flow meters, pumps, valves, sensors, and switches across 38 different sites. |

## Maps and Exhibits

In accordance with NRS 239C.210 and Executive Order 2020-01 dated February 4, 2020, drawings, maps, plans, or records that reveal the locations of critical infrastructure, including primary buildings, facilities, and other structures used for storing, transporting, or transmitting water are deemed confidential and not subject to subpoena or discovery, and therefore not subject to inspection by the general public.

NDEP is able to provide the following information for further clarification on the project location, need, or scope:




## Proposed Project Costs

| Cap Grant (38%) | Matching Funds (72%) | Total Cost | Matching Funds Source |
|---|---|---|---|
| $481,574.00 | $785,726.00 | **$ 1,267,300.00** | DWSRF PF Loan |

## Grant Recipient Information

**Possibility for Consolidation** Consolidation is not considered due to the isolated location.

**Water Conservation Plan**

Moapa Valley Water District has a Water Conservation Plan on file dated April 2024.

**Technical Capacity**

"Technical capability" means the ability of a public water system to:

1. Obtain an adequate and reliable source of water that is necessary to provide the quantity and quality of water required by the system; and
2. Establish and maintain an adequate infrastructure for the treatment, storage and distribution of the quantity and quality of water required by the system; and

Moapa Valley Water District has a certified operator Grade D3-T2 in current good standing.

Moapa Valley Water District has the technical capacity for NDEP to recommend funding support.

**Managerial Capacity**

"Managerial capability" means the ability of a public water system to conduct its administrative affairs in a manner that ensures compliance with all applicable standards based on[1]:

1. The accountability, responsibility and authority of the owner or operator of the system; and
2. The personnel and organization of the system; and
3. The ability of the persons who manage the system to work with:
   (a) Jurisdictional, regulatory and other governmental agencies; and
   (b) Trade and industry organizations; and

Moapa Valley Water District has demonstrated managerial capacity for NDEP to recommend funding support.

**Financial Capacity**

"Financial capability" means the ability of a public water system to:

1. Pay the costs related to maintenance, operations, depreciation and capital expenses; and
2. Maintain creditworthiness; and
3. Establish and maintain adequate fiscal controls and accounting methods required for the operation of the system[2].

| Financial Information as of: | June 30, 2026 |
|---:|---|
| Financial information independently audited by: | HintonBurdick |
| Unrestricted cash | $6,514,584 |
| Days cash on hand | 596 |
| Outstanding debt | $5,335,374 |
| Net Income before depreciation | $6,337,803 |
| Current ratio | 6.91 |
| Debt coverage | 11.16 |

The recipient has demonstrated to NDEP that they will remain viable upon completion of the proposed improvement (NAC 349.475(2)(h)(4)(i)).

**User Rates**

Water user rates were adopted on January 1, 2025:

- Residential base rate per user per month: $54.00
- Commodity Rate per k/gal:
  - 0 to 6,000 gallons: $3.75 per k/gal

[1] NRS 445A.827
[2] NRS 445A.817

- 6,001 to 18,000 gallons: $4.16 per k/gal
- 18,001 to 70,000 gallons: $4.55 per k/gal
- 70,001 gallons and over: $5.78 per k/gal

- Average Water Rate/Use for System: $112.00

The water rates established sufficiently cover current operation, maintenance, debt service, and reserves of the system.

| | |
|---|---|
| **Drinking Water Meters** | The system is fully metered. |
| **Asset Management or Fiscal Sustainability Plan** | The Asset Management Plan was updated in August 2025. |
| **Capital Replacement Reserve Account** | Capital Replacement Reserve Account is funded and meets DWSRF requirements. The balance as of June 30, 2026, was $859,106. |
| **Capital Improvements Grant Scale** | Based on our current information for Capital Grant Scale, this project is qualified for 38% funding. Moapa Valley Water District will be requesting Principal Forgiveness funding from the DWSRF to meet the match requirement for this project. |

## Capital Improvements Grant Program Authority and Purpose

Nevada Revised Statute (NRS) 349.980 to 349.987 describes the Capital Improvements Grant Program and the powers and duties of the Board for Financing Water Projects (Board). NDEP administers the Capital Improvements Grant Program on behalf of the Board as per NRS 349.982 and NAC 349.430 to 349.574, inclusive. If the Board determines to provide a grant from the Capital Improvements Grant Program, one of the requirements of the Nevada Administrative Code (NAC) is that the Board will adopt a resolution that includes a statement of approval of the Board that sets forth its findings of fact (NAC 349.535, subsection 1).

## RECOMMENDED MOTION FOR THE CAPITAL IMPROVEMENT GRANT

I move to approve the resolution titled "G09-0826 Moapa Valley Water District Letter of Intent Approval," as required per NAC 349.485. The terms and conditions as outlined in the staff report and resolution shall apply to this approval.

# RESOLUTION G09-0826

*Moapa Valley Water District Project Letter of Intent*

**WHEREAS:** Nevada Revised Statutes (NRS) 349.980 to 349.987, establishes a program to provide grants of money to purveyors of water, eligible recipients, or local governments to pay for eligible capital improvement costs and water resource plans; and

**WHEREAS:** The Board for Financing Water Projects (Board) administers the program and establishes regulations for requirements to participate in the program in conformance with NRS 349.982; and

**WHEREAS:** Moapa Valley Water District, (“Recipient”) is a (purveyor of water/eligible recipient/governing body) seeking funding for a qualified project in conformance with NRS 349.981; and

**WHEREAS:** The Recipient has submitted to the Board a Letter of Intent per Nevada Administrative Code (NAC) 349.475; and

**WHEREAS:** The Division of Environmental Protection has satisfied the requirements in conformance with NAC 349.480; and

**WHEREAS:** NAC 349.485 provides in relevant part, as follows:

If the Board determines the Letter of Intent for the grant meets the requirements pursuant to NAC 349.480, it will adopt a resolution.

**IT IS RESOLVED by the Board for Financing Water Projects of the State of Nevada:**

***Section 1:*** This resolution shall be known as the "G09-0826 Moapa Valley Water District"

***Section 2:*** In connection with the findings of fact set forth in Section 3 of this Resolution and subject to the provisions of Section 4 of this Resolution, the Board has determined, and does hereby declare, that it approves the Letter of Intent submitted by the Applicant

***Section 3:*** Based on its review of the Letter of Intent, and based on the records and documents submitted to the Board concerning the Project, the Board hereby makes the following findings of fact in support of its determination to approve the Letter of Intent:

(a) The proposed capital improvement is economically justified and financially feasible;
(b) The proposed capital improvement complies with the provisions of the NRS 349.980 to 349.987, inclusive;
(c) The plan for development of the proposed capital improvement is satisfactory;
(d) The Applicant is able to obtain the financing required to complete the capital improvement;
(e) The Applicant has made sufficient and reasonable efforts to determine whether the proposed capital improvement conflicts with any regional master plan of any local, state or federal governing authority, and those efforts have not revealed such a conflict; and
(f) The proposed capital improvement will not use or waste excessive quantities of water.

***Section 4:*** The Letter of Intent, on file with the State and by this reference incorporated herein, is a true and correct copy of the Letter of Intent filed by the Applicant with the Board.

***Section 5:*** This resolution shall be effective on its passage and approval.

## PASSED, ADOPTED, AND SIGNED August 19, 2026

Signed:____________________________________

**Chair**
Board for Financing Water Projects

Attest:____________________________________

**Advisor**
Board for Financing Water Projects

**Letter of Intent from the**
**Capital Improvements Grant Program**
Board for Financing Water Projects

*August 2026*

# Virgin Valley Water District

| Estimated Project Cost $2,304,924.00 | Recommendation The Nevada Division of Environmental Protection (NDEP) recommends that the Board for Financing Water Projects (Board) approve a Letter of Intent to fund Virgin Valley Water District for a capital improvement project to design and construct a distribution line, upgrade exiting meters, and install a pressure reducing valve (PRV) station. | |
|---|---|---|
| **Grant Percent** | **Resolution** | **Program and Terms** |
| 51% | G10-0826 | Grant Funds |

## Management and Structure

| | |
|---|---|
| **Grant Recipient and Structure** | Virgin Valley Water District is a purveyor of water per NRS 349.980(10). |
| **System Number** | NV0000167 |

## System Information

| | |
|---|---|
| **County** | Clark |
| **System Population** | 26,000 |
| **System Service Connections** | 11,431 |
| **Date System Founded** | July 1, 1993 |
| **System Infrastructure** | Virgin Valley Water District is composed of ten wells, eight storage tanks, several booster stations and pumps, and a chlorination treatment and distribution system. The system is metered. |
| **System Compliance** | This project is not for compliance |

## System Project for Funding

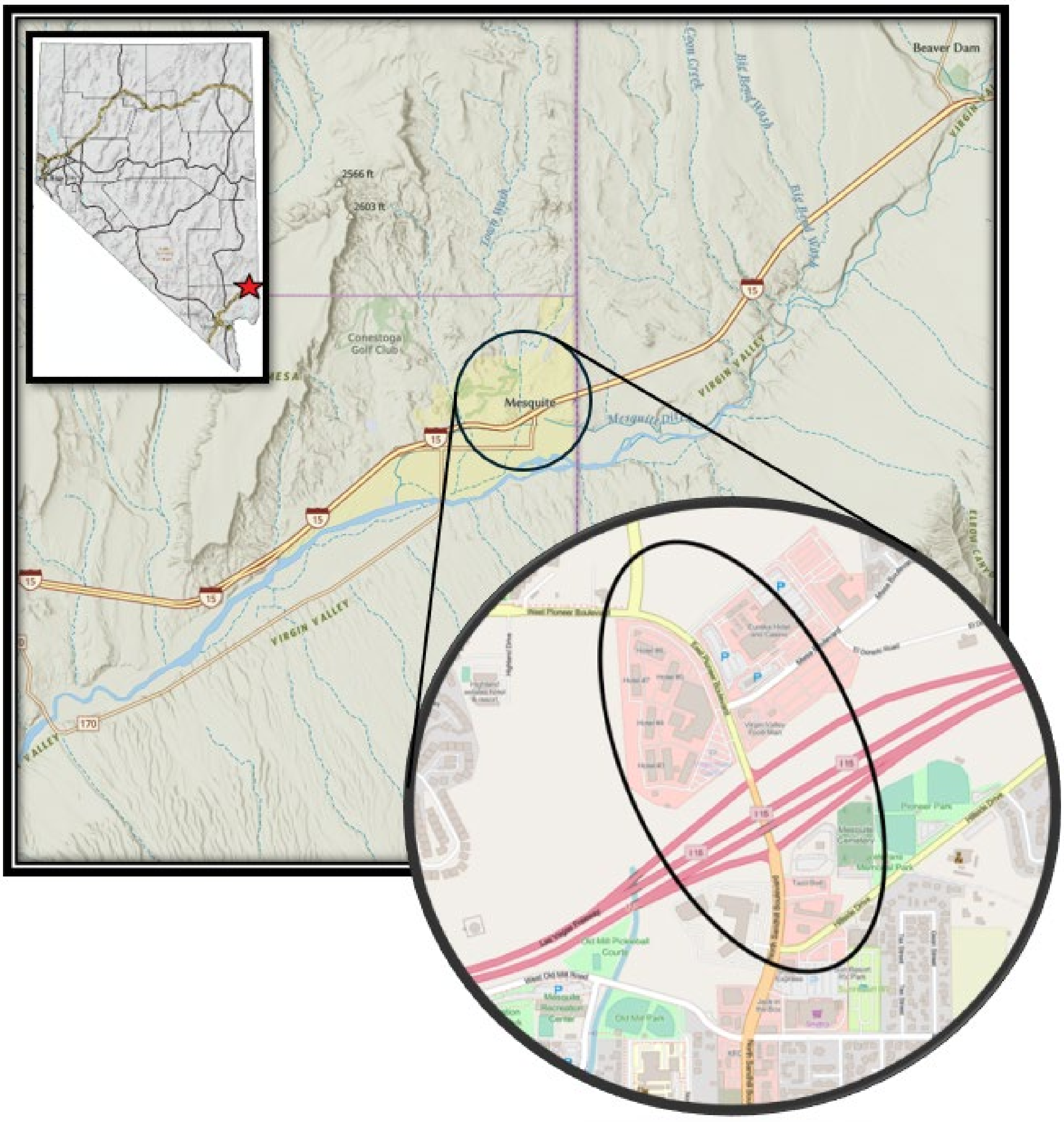
| | |
|---|---|
| **DWSRF Priority List** | Priority #103 on the Drinking Water SRF Priority List Effective May 2026. |
| **System need for the project** | This project combines multiple capital improvement projects detailed in the Virgin Valley Water District 2023 Water Master Plan. These aging, existing waterlines are identified as infrastructure prone to leaking and valves that do not fully close. Replacing |

| | |
|---|---|
| | this aging infrastructure improves system reliability and helps the district reach water conservation goals. |
| **Project Narrative** | This project consists of replacing aging 10" and 14" water lines, upgrading a meter, and installing a pressure-reducing valve station for the Virgin River Casino. |

## Maps and Exhibits

In accordance with NRS 239C.210 and Executive Order 2020-01 dated February 4, 2020, drawings, maps, plans, or records that reveal the locations of critical infrastructure, including primary buildings, facilities, and other structures used for storing, transporting, or transmitting water are deemed confidential and not subject to subpoena or discovery, and therefore not subject to inspection by the general public.

NDEP is able to provide the following information for further clarification on the project location, need, or scope:



## Proposed Project Costs

| Cap Grant (51%) | Matching Funds (49%) | Total Cost | Matching Funds Source |
|---|---|---|---|
| $1,175,511.24 | $1,129,412.76 | **$ 2,304,924.00** | Local Funds |

## Grant Recipient Information

**Possibility for Consolidation**
Due to the size and location of the system, consolidation is not an option.

**Water Conservation Plan**
Completed 01/01/2023, the Water Conservation Plan has been implemented and details the conservation efforts of the district.

**Technical Capacity**
"Technical capability" means the ability of a public water system to:

1. Obtain an adequate and reliable source of water that is necessary to provide the quantity and quality of water required by the system; and
2. Establish and maintain an adequate infrastructure for the treatment, storage and distribution of the quantity and quality of water required by the system; and

Virgin Valley Water District has a certified operator Grade D3-T3 in current good standing.

Virgin Valley Water District has the technical capacity for NDEP to recommend funding support.

**Managerial Capacity**
"Managerial capability" means the ability of a public water system to conduct its administrative affairs in a manner that ensures compliance with all applicable standards based on[1]:

1. The accountability, responsibility and authority of the owner or operator of the system; and
2. The personnel and organization of the system; and
3. The ability of the persons who manage the system to work with:
   (a) Jurisdictional, regulatory and other governmental agencies; and
   (b) Trade and industry organizations; and

Virgin Valley Water District has demonstrated managerial capacity for NDEP to recommend funding support.

**Financial Capacity**
"Financial capability" means the ability of a public water system to:

1. Pay the costs related to maintenance, operations, depreciation and capital expenses; and
2. Maintain creditworthiness; and
3. Establish and maintain adequate fiscal controls and accounting methods required for the operation of the system[2].

| Financial Information as of: | June 30, 2024 |
|---|---|
| Financial information independently audited by: | HintonBurdick |
| Unrestricted cash | $22,558,835 |

[1] NRS 445A.827
[2] NRS 445A.817

| | |
|---|---|
| Days cash on hand | 940 |
| Outstanding debt | $23,041,940 |
| Net Income before depreciation | $10,707,033 |
| Current ratio | 9.10 |
| Debt coverage | 5.69 |

The recipient has demonstrated to NDEP that they will remain viable upon completion of the proposed improvement (NAC 349.475(2)(h)(4)(i)).

**User Rates**

Water user rates were adopted in October 2025.

- Residential base rate per user per month: $30.25
- Commodity Rate per k/gal
  - 0 to 2,999 gallons: included in base rate
  - 3,000 – 6,999 gallons: $2.41 per k/gal
  - 7,000 – 18,999 gallons: $3.03 per k/gal
  - 19,000 – 54,999 gallons: $4.21 per k/gal
  - 55,000 gallons and over: $6.05 per k/gal
- Debt Service Charge: $5.30
- Average Water Rate/Use for System: $47.34

The water rates established sufficiently cover current operation, maintenance, debt service, and reserves of the system.

**Drinking Water Meters**

The system is fully metered.

**Asset Management or Fiscal Sustainability Plan**

The Asset Management Plan was updated in November of 2025.

**Capital Replacement Reserve Account**

Capital Replacement Reserve Account is funded. The Annual Comprehensive Financial Report shows two reserve accounts “to satisfy government and bond requirements and is a mix of debt service, capital improvement, and other reserves”. The balances as of June 30, 2026, were $19,717,926 and $11,571,135.

**Capital Improvements Grant Scale**

Based on our current information for Capital Improvements Grant Scale, this project is qualified for 51% funding. Virgin Valley Water District will use local funds for their match.

## Capital Improvements Grant Program Authority and Purpose

Nevada Revised Statute (NRS) 349.980 to 349.987 describes the Capital Improvements Grant Program and the powers and duties of the Board for Financing Water Projects (Board). NDEP administers the Capital Improvements Grant Program on behalf of the Board as per NRS 349.982 and NAC 349.430 to 349.574, inclusive. If the Board determines to provide a grant from the Capital Improvements Grant Program, one of the requirements of the Nevada Administrative Code (NAC) is that the Board will adopt a resolution that includes a statement of approval of the Board that sets forth its findings of fact (NAC 349.535, subsection 1).

## RECOMMENDED MOTION FOR THE CAPITAL IMPROVEMENT GRANT

I move to approve the resolution titled “G10-0826 Virgin Valley Water District Letter of Intent Approval,” as required per NAC 349.485. The terms and conditions as outlined in the staff report and resolution shall apply to this approval.

# RESOLUTION G10-0826

*Virgin Valley Water District Project Letter of Intent*

**WHEREAS:** Nevada Revised Statutes (NRS) 349.980 to 349.987, establishes a program to provide grants of money to purveyors of water, eligible recipients, or local governments to pay for eligible capital improvement costs and water resource plans; and

**WHEREAS:** The Board for Financing Water Projects (Board) administers the program and establishes regulations for requirements to participate in the program in conformance with NRS 349.982; and

**WHEREAS:** Virgin Valley Water District, ("Recipient") is a (purveyor of water/eligible recipient/governing body) seeking funding for a qualified project in conformance with NRS 349.981; and

**WHEREAS:** The Recipient has submitted to the Board a Letter of Intent per Nevada Administrative Code (NAC) 349.475; and

**WHEREAS:** The Division of Environmental Protection has satisfied the requirements in conformance with NAC 349.480; and

**WHEREAS:** NAC 349.485 provides in relevant part, as follows:

If the Board determines the Letter of Intent for the grant meets the requirements pursuant to NAC 349.480, it will adopt a resolution.

**IT IS RESOLVED by the Board for Financing Water Projects of the State of Nevada:**

***Section 1:*** This resolution shall be known as the "G10-0826 Virgin Valley Water District"

***Section 2:*** In connection with the findings of fact set forth in Section 3 of this Resolution and subject to the provisions of Section 4 of this Resolution, the Board has determined, and does hereby declare, that it approves the Letter of Intent submitted by the Applicant

***Section 3:*** Based on its review of the Letter of Intent, and based on the records and documents submitted to the Board concerning the Project, the Board hereby makes the following findings of fact in support of its determination to approve the Letter of Intent:

(a) The proposed capital improvement is economically justified and financially feasible;
(b) The proposed capital improvement complies with the provisions of the NRS 349.980 to 349.987, inclusive;
(c) The plan for development of the proposed capital improvement is satisfactory;
(d) The Applicant is able to obtain the financing required to complete the capital improvement;
(e) The Applicant has made sufficient and reasonable efforts to determine whether the proposed capital improvement conflicts with any regional master plan of any local, state or federal governing authority, and those efforts have not revealed such a conflict; and
(f) The proposed capital improvement will not use or waste excessive quantities of water.

***Section 4:*** The Letter of Intent, on file with the State and by this reference incorporated herein, is a true and correct copy of the Letter of Intent filed by the Applicant with the Board.

***Section 5:*** This resolution shall be effective on its passage and approval.

## PASSED, ADOPTED, AND SIGNED August 19, 2026

Signed:____________________________________

**Chair**
Board for Financing Water Projects

Attest:____________________________________

**Advisor**
Board for Financing Water Projects

**Letter of Intent from the**
**Capital Improvements Grant Program**
Board for Financing Water Projects

*August 2026*

# Pershing County Water Conservation District

| Estimated Project Cost $13,795,820.00 | Recommendation The Nevada Division of Environmental Protection (NDEP) recommends that the Board for Financing Water Projects (Board) approve a Letter of Intent to fund Pershing County Water Conservation District (PCWCD) for a capital improvement project for the Pitt Dam Replacement. | |
|---|---|---|
| **Grant Percent** | **Resolution** | **Program and Terms** |
| 78% | G11-0826 | Grant Funds |

## Management and Structure

**Grant Recipient and Structure** Pershing County Water Conservation District (PCWCD) is an eligible recipient per NRS 349.981(4)(a).

## System Information

**County** Pershing

**System Population** 1,805

**Date System Founded** April 2, 2025

**System Infrastructure** PCWCD serves 37,506 acres of irrigable acreage with three main storage reservoirs, nine main diversion structures, 14 main canals, and multiple laterals.

**System Compliance** The Pitt Dam Replacement Project would bring the dam up to current Nevada Department of Water Resources Dam Safety Requirements and greatly improve the safety of the dam.

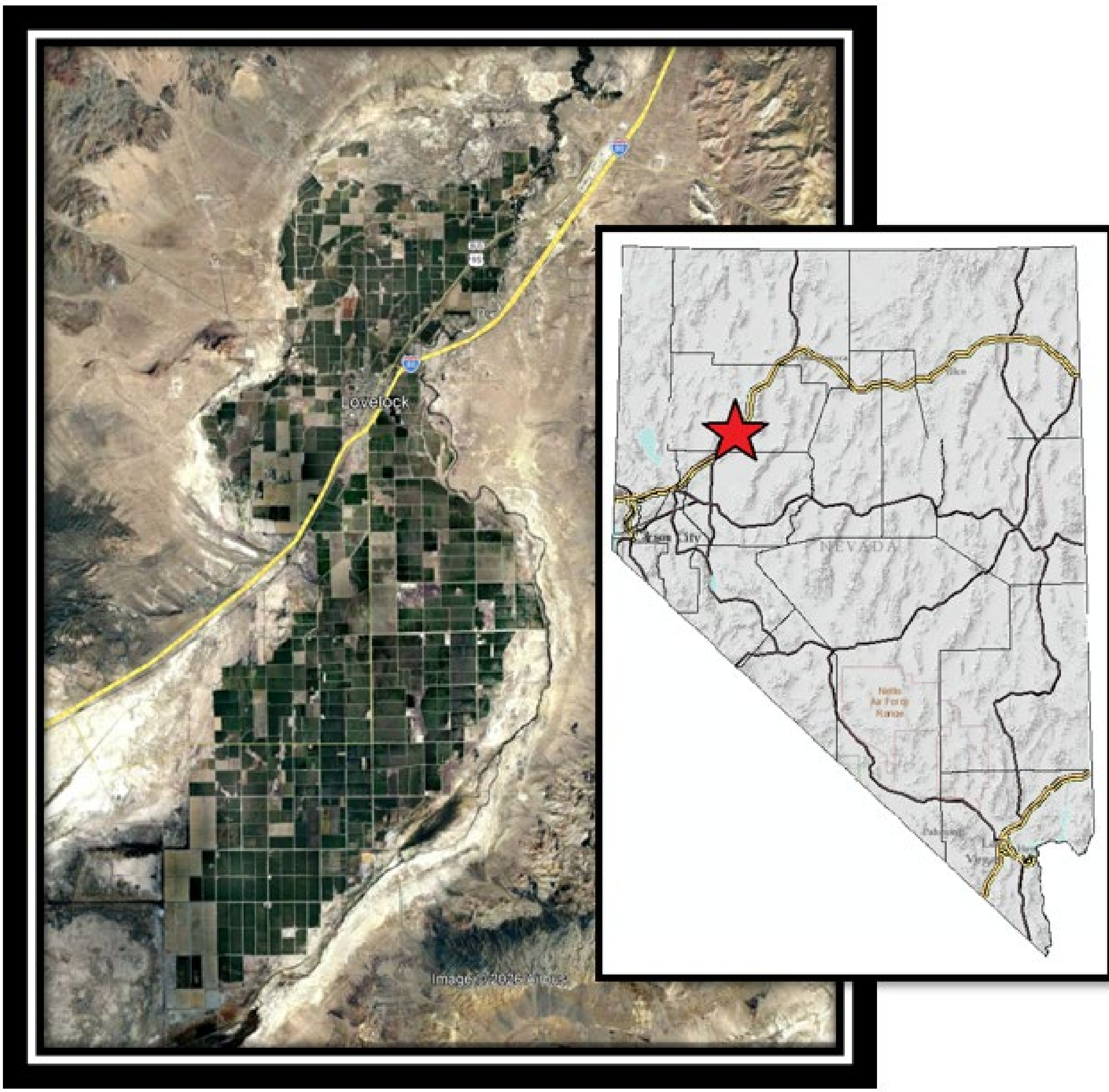
## System Project for Funding

| | |
|---|---|
| **DWSRF Priority List** | Not required to be listed for funding from the Capital Improvements Grant Program as the system is not a purveyor of water. |
| **System need for the project** | The Pitt Dam was built in 1913 and is in urgent need of replacement. By rebuilding the Pitt Dam, water delivery to 17,038 acres can be assured well into the future. If the dam were to fail during a flood event, the PCWCD would be unable to deliver water to 17,038 acres until the structure could be repaired or replaced. The Nevada Department of Water Resources Dam Safety Office has rated the dam as Low Hazard and in poor condition. |
| **Project Narrative** | The primary goal of the Pitt Dam Replacement Project is to replace the entire structure which has reached its design life. |

## Maps and Exhibits

In accordance with NRS 239C.210 and Executive Order 2020-01 dated February 4, 2020, drawings, maps, plans, or records that reveal the locations of critical infrastructure, including primary buildings, facilities, and other structures used for storing, transporting, or transmitting water are deemed confidential and not subject to subpoena or discovery, and therefore not subject to inspection by the general public.

NDEP is able to provide the following information for further clarification on the project location, need, or scope:



## Proposed Project Costs

| Cap Grant (78%) | Matching Funds (22%) | Total Cost | Matching Funds Source |
|---|---|---|---|
| $10,760,739.60 | $3,035,080.40 | **$13,795,820.00** | United States Department of Agriculture (USDA) |

## Grant Recipient Information

**Possibility for Consolidation** N/A

**Water Conservation Plan** N/A

**Financial Capacity** "Financial capability" means the ability of a public water system to:

1. Pay the costs related to maintenance, operations, depreciation and capital expenses; and
2. Maintain creditworthiness; and
3. Establish and maintain adequate fiscal controls and accounting methods required for the operation of the system[1].

| Financial Information as of: | June 30, 2025 |
|---|---|
| Financial information independently audited by: | Eide Bailly |
| Unrestricted cash | $1,385,355 |
| Days cash on hand | 246 |
| Outstanding debt | $0.00 |
| Net Income before depreciation | ($88,886) |
| Current ratio | 15.64 |
| Debt coverage | N/A |

Net income for PCWCD declined in FY24 and FY25. FY24 had a significant rise in expenses related to penstock repairs. In FY25 PCWCD experienced legal expenses that exceeded the budgeted amount. These were one-time expenses, and the budget for FY26/27 was developed to recover those prior year losses. The PCWCD is expected to rebound during the FY26/27 fiscal year. The recipient has demonstrated to NDEP that they will remain viable upon completion of the proposed improvement (NAC 349.475(2)(h)(4)(i)).

**Water Meters** The water is for irrigation and therefore the system does not use meters.

**Asset Management or Fiscal Sustainability Plan** PCWCD will create a Fiscal Sustainability Plan prior to completion of the project.

**Capital Replacement Reserve Account** A Capital Replacement Reserve Account is funded, and PCWCD has been advised of the DWSRF requirements. The balance as of June 30, 2026, was $704,967.

[1] NRS 445A.817

**Capital Improvements Grant Scale**

Based on the current information for the Capital Improvements Grant Scale, this project qualifies for 78% funding. PCWCD will be closing a four-million-dollar loan with USDA to fund the match.

## Capital Improvements Grant Program Authority and Purpose

Nevada Revised Statute (NRS) 349.980 to 349.987 describes the Capital Improvements Grant Program and the powers and duties of the Board for Financing Water Projects (Board). NDEP administers the Capital Improvements Grant Program on behalf of the Board as per NRS 349.982 and NAC 349.430 to 349.574, inclusive. If the Board determines to provide a grant from the Capital Improvements Grant Program, one of the requirements of the Nevada Administrative Code (NAC) is that the Board will adopt a resolution that includes a statement of approval of the Board that sets forth its findings of fact (NAC 349.535, subsection 1).

## RECOMMENDED MOTION FOR THE CAPITAL IMPROVEMENT GRANT

I move to approve the resolution titled "G11-0826 PCWCD Letter of Intent Approval," as required per NAC 349.485. The terms and conditions as outlined in the staff report and resolution shall apply to this approval.

# RESOLUTION G11-0826

*Pershing County Water Conservation District Project Letter of Intent*

**WHEREAS:** Nevada Revised Statutes (NRS) 349.980 to 349.987, establishes a program to provide grants of money to purveyors of water, eligible recipients, or local governments to pay for eligible capital improvement costs and water resource plans; and

**WHEREAS:** The Board for Financing Water Projects (Board) administers the program and establishes regulations for requirements to participate in the program in conformance with NRS 349.982; and

**WHEREAS:** Pershing County Water Conservation District, ("Recipient") is an eligible recipient seeking funding for a qualified project in conformance with NRS 349.981; and

**WHEREAS:** The Recipient has submitted to the Board a Letter of Intent per Nevada Administrative Code (NAC) 349.475; and

**WHEREAS:** The Division of Environmental Protection has satisfied the requirements in conformance with NAC 349.480; and

**WHEREAS:** NAC 349.485 provides in relevant part, as follows:

If the Board determines the Letter of Intent for the grant meets the requirements pursuant to NAC 349.480, it will adopt a resolution.

**IT IS RESOLVED by the Board for Financing Water Projects of the State of Nevada:**

***Section 1:*** This resolution shall be known as the "G11-0826 Pershing County Water Conservation District"

***Section 2:*** In connection with the findings of fact set forth in Section 3 of this Resolution and subject to the provisions of Section 4 of this Resolution, the Board has determined, and does hereby declare, that it approves the Letter of Intent submitted by the Applicant

***Section 3:*** Based on its review of the Letter of Intent, and based on the records and documents submitted to the Board concerning the Project, the Board hereby makes the following findings of fact in support of its determination to approve the Letter of Intent:

(a) The proposed capital improvement is economically justified and financially feasible;
(b) The proposed capital improvement complies with the provisions of the NRS 349.980 to 349.987, inclusive;
(c) The plan for development of the proposed capital improvement is satisfactory;
(d) The Applicant is able to obtain the financing required to complete the capital improvement;
(e) The Applicant has made sufficient and reasonable efforts to determine whether the proposed capital improvement conflicts with any regional master plan of any local, state or federal governing authority, and those efforts have not revealed such a conflict; and
(f) The proposed capital improvement will not use or waste excessive quantities of water.

***Section 4:*** The Letter of Intent, on file with the State and by this reference incorporated herein, is a true and correct copy of the Letter of Intent filed by the Applicant with the Board.

***Section 5:*** This resolution shall be effective on its passage and approval.

## PASSED, ADOPTED, AND SIGNED August 19, 2026

Signed:___________________________________

**Chair**
Board for Financing Water Projects

Attest:___________________________________

**Advisor**
Board for Financing Water Projects

**Letter of Intent from the**
**Capital Improvements Grant Program**
Board for Financing Water Projects

*August 2026*

# Nye County – Gabbs Water System

| Estimated Project Cost<br>$5,000,000.00 | Recommendation<br>The Nevada Division of Environmental Protection (NDEP) recommends that the Board for Financing Water Projects (Board) approve a Letter of Intent to fund Nye County - Gabbs Water System for a capital improvement project for water system improvements. | |
|---|---|---|
| **Grant Percent** | **Resolution** | **Program and Terms** |
| 72% | G12-0826 | Grant Funds |

## Management and Structure

| | |
|---|---|
| **Grant Recipient and Structure** | Nye County - Gabbs Water System is a purveyor of water per NRS 349.980(10). |
| **Project system** | The project is for the Gabbs Water System, which is managed by Nye County. |
| **System Number** | NV0000063 |

## System Information

| | |
|---|---|
| **County** | Nye |
| **System Population** | 200 |
| **System Service Connections** | 165 |
| **Date System Founded** | March 26, 1990 |
| **System Infrastructure** | Includes two active wells with chlorinators, one storage tank, and a distribution system. |
| **System Compliance** | The system is currently in compliance with no outstanding violations or unresolved significant deficiencies. |

## System Project for Funding

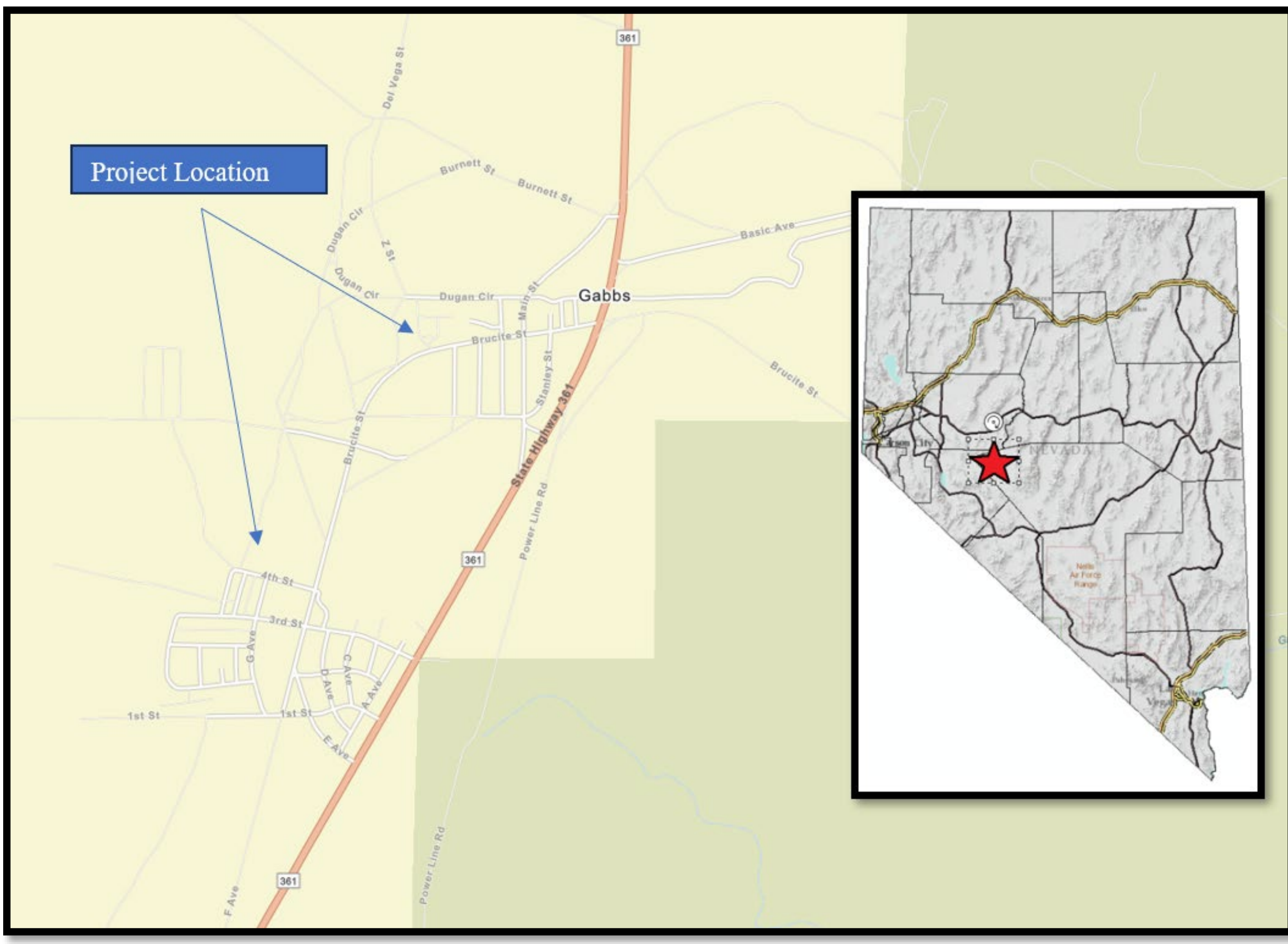
| | |
|---|---|
| **DWSRF Priority List** | Priority #150 on the Drinking Water SRF Priority List Effective May 2026. |

| | |
|---|---|
| **System need for the project** | The replacement of small-diameter piping will enhance overall system reliability by reducing water/pipe leaks and repairs, improving system sustainability and available fire flow, and minimizing total water loss. |
| **Project Narrative** | The project will replace existing small-diameter piping in north and south Gabbs. |

## Maps and Exhibits

In accordance with NRS 239C.210 and Executive Order 2020-01 dated February 4, 2020, drawings, maps, plans, or records that reveal the locations of critical infrastructure, including primary buildings, facilities, and other structures used for storing, transporting, or transmitting water are deemed confidential and not subject to subpoena or discovery, and therefore not subject to inspection by the general public.

NDEP is able to provide the following information for further clarification on the project location, need, or scope:





## Proposed Project Costs

| Cap Grant (72%) | Matching Funds (28%) | Total Cost | Matching Funds Source |
|---|---|---|---|
| $3,600,000.00 | $1,400,000.00 | **$ 5,000,000.00** | DWSRF PF Loan |

## Grant Recipient Information

**Possibility for Consolidation** Gabbs is not located close enough to an adjacent water system to consider consolidation a reasonable alternative.

**Water Conservation Plan** A Water Conservation Plan dated 4/8/2024 is in place with Nevada Division of Water Resources

**Technical Capacity** "Technical capability" means the ability of a public water system to:

1. Obtain an adequate and reliable source of water that is necessary to provide the quantity and quality of water required by the system; and
2. Establish and maintain an adequate infrastructure for the treatment, storage and distribution of the quantity and quality of water required by the system; and

Nye County - Gabbs Water System has a certified operator Grade D1-T0 in current good standing.

Nye County - Gabbs Water System has the technical capacity for NDEP to recommend funding support.

**Managerial Capacity** "Managerial capability" means the ability of a public water system to conduct its administrative affairs in a manner that ensures compliance with all applicable standards based on[1]:

1. The accountability, responsibility and authority of the owner or operator of the system; and
2. The personnel and organization of the system; and
3. The ability of the persons who manage the system to work with:
   (a) Jurisdictional, regulatory and other governmental agencies; and
   (b) Trade and industry organizations; and

Nye County - Gabbs Water System has demonstrated managerial capacity for NDEP to recommend funding support.

**Financial Capacity** "Financial capability" means the ability of a public water system to:

1. Pay the costs related to maintenance, operations, depreciation and capital expenses; and
2. Maintain creditworthiness; and
3. Establish and maintain adequate fiscal controls and accounting methods required for the operation of the system[2].

| Financial Information as of: | June 30, 2025 |
|---:|---|
| Financial information independently audited by: | McArthur, LTD |
| Unrestricted cash | $300,373 |
| Days cash on hand | 810 |
| Outstanding debt | $131,928 |
| Net Income before depreciation | $373,967 |
| Current ratio | 5.41 |
| Debt coverage | 8.89 |

The recipient has demonstrated to NDEP that the system will remain viable upon completion of the proposed improvement (NAC 349.475(2)(h)(4)(i)).

[1] NRS 445A.827
[2] NRS 445A.817

| | |
|---|---|
| **User Rates** | Water user rates were adopted September 2022 and included a rate increase each year through fiscal year 2027; with the most recent increase implemented July 1, 2026.<br>• Residential base rate per user per month: $85.10<br>• Commodity Rate per k/gal:<br>  ○ 0 to 10,000 gallons: included in base rate<br>  ○ 10,001 to 25,000 gallons: $2.00 per k/gal<br>  ○ 25,001 to 35,000 gallons: $3.19 per k/gal<br>  ○ 35,001 to 50,000 gallons: $5.11 per k/gal<br>  ○ 50,001 gallons and over: $6.71 per k/gal<br>• Average Water Rate/Use for System: $85.10<br>The water rates established sufficiently cover current operation, maintenance, debt service, and reserves of the system. |
| **Drinking Water Meters** | The system is fully metered |
| **Asset Management or Fiscal Sustainability Plan** | The Asset Management Plan was updated July 2026. |
| **Capital Replacement Reserve Account** | A Capital Replacement Reserve Account is funded and meets DWSRF requirements. The final Journal Entries for FY26 are still pending; however, the DRAFT balance as of June 30, 2026, was $72,272.57. |
| **Capital Improvements Grant Scale** | Based on our current information for Capital Improvements Grant Scale, this project qualifies for 72% funding. The City of Gabbs will be requesting Principal Forgiveness funding from the DWSRF to fund their match for this project. |

## Capital Improvements Grant Program Authority and Purpose

Nevada Revised Statute (NRS) 349.980 to 349.987 describes the Capital Improvements Grant Program and the powers and duties of the Board for Financing Water Projects (Board). NDEP administers the Capital Improvements Grant Program on behalf of the Board as per NRS 349.982 and NAC 349.430 to 349.574, inclusive. If the Board determines to provide a grant from the Capital Improvements Grant Program, one of the requirements of the Nevada Administrative Code (NAC) is that the Board will adopt a resolution that includes a statement of approval of the Board that sets forth its findings of fact (NAC 349.535, subsection 1).

## RECOMMENDED MOTION FOR THE CAPITAL IMPROVEMENT GRANT

I move to approve the resolution titled "G12-0826 Nye County - Gabbs Water System Letter of Intent Approval," as required per NAC 349.485. The terms and conditions as outlined in the staff report and resolution shall apply to this approval.

# RESOLUTION G12-0826

*Nye County - Gabbs Water System Project Letter of Intent*

**WHEREAS:** Nevada Revised Statutes (NRS) 349.980 to 349.987, establishes a program to provide grants of money to purveyors of water, eligible recipients, or local governments to pay for eligible capital improvement costs and water resource plans; and

**WHEREAS:** The Board for Financing Water Projects (Board) administers the program and establishes regulations for requirements to participate in the program in conformance with NRS 349.982; and

**WHEREAS:** Nye County - Gabbs Water System, ("Recipient") is a (purveyor of water/eligible recipient/governing body) seeking funding for a qualified project in conformance with NRS 349.981; and

**WHEREAS:** The Recipient has submitted to the Board a Letter of Intent per Nevada Administrative Code (NAC) 349.475; and

**WHEREAS:** The Division of Environmental Protection has satisfied the requirements in conformance with NAC 349.480; and

**WHEREAS:** NAC 349.485 provides in relevant part, as follows:

If the Board determines the Letter of Intent for the grant meets the requirements pursuant to NAC 349.480, it will adopt a resolution.

**IT IS RESOLVED by the Board for Financing Water Projects of the State of Nevada:**

***Section 1:*** This resolution shall be known as the "G12-0826 Nye County - Gabbs Water System"

***Section 2:*** In connection with the findings of fact set forth in Section 3 of this Resolution and subject to the provisions of Section 4 of this Resolution, the Board has determined, and does hereby declare, that it approves the Letter of Intent submitted by the Applicant

***Section 3:*** Based on its review of the Letter of Intent, and based on the records and documents submitted to the Board concerning the Project, the Board hereby makes the following findings of fact in support of its determination to approve the Letter of Intent:

(a) The proposed capital improvement is economically justified and financially feasible;
(b) The proposed capital improvement complies with the provisions of the NRS 349.980 to 349.987, inclusive;
(c) The plan for development of the proposed capital improvement is satisfactory;
(d) The Applicant is able to obtain the financing required to complete the capital improvement;
(e) The Applicant has made sufficient and reasonable efforts to determine whether the proposed capital improvement conflicts with any regional master plan of any local, state or federal governing authority, and those efforts have not revealed such a conflict; and
(f) The proposed capital improvement will not use or waste excessive quantities of water.

***Section 4:*** The Letter of Intent, on file with the State and by this reference incorporated herein, is a true and correct copy of the Letter of Intent filed by the Applicant with the Board.

***Section 5:*** This resolution shall be effective on its passage and approval.

## PASSED, ADOPTED, AND SIGNED August 19, 2026

Signed:____________________________________

**Chair**
Board for Financing Water Projects

Attest:____________________________________

**Advisor**
Board for Financing Water Projects

**Letter of Intent from the**
**Capital Improvements Grant Program**
Board for Financing Water Projects

*August 2026*

# Las Vegas Valley Water District – Blue Diamond Water System

| **Estimated Project Cost** **$6,550,000** | **Recommendation** The Nevada Division of Environmental Protection (NDEP) recommends that the Board for Financing Water Projects (Board) approve a Letter of Intent to fund Las Vegas Valley Water District (LVVWD) - Blue Diamond Water System for a capital improvement project to fund system improvements. | |
|---|---|---|
| **Grant Percent** | **Resolution** | **Program and Terms** |
| 25% | G13-0826 | Grant Funds |

## Management and Structure

| | |
|---|---|
| **Grant Recipient and Structure** | Las Vegas Valley Water District (LVVWD) - Blue Diamond Water System is a purveyor of water per NRS 349.980(10). |
| **Project system** | The project is for the Blue Diamond Water System, which is managed by Las Vegas Valley Water District |
| **System Number** | NV0000010 |

## System Information

| | |
|---|---|
| **County** | Clark |
| **System Population** | 339 |
| **System Service Connections** | 148 |
| **Date System Founded** | January 1, 1991 |
| **System Infrastructure** | The system is a consecutive connection from Certain Teed Gypsum NV0000364, with a booster pump station, three storage tanks, a chlorination and a distribution system. |
| **System Compliance** | The system is currently in compliance with no outstanding violations or unresolved significant deficiencies. |

## System Project for Funding

| | |
|---|---|
| **DWSRF Priority List** | Priority #160 on the Drinking Water SRF Priority List Effective May 2026. |
| **System need for the project** | The Blue Diamond Water System requires upgrades to meet fire protection and emergency storage requirements in accordance with current standards. A significant mechanical and electrical upgrade to the 3630-zone pumping station is needed to provide adequate fire flows to both the 3530 and 3630 Pressure Zones. Additionally, to meet current emergency storage requirements for the community, increased potable water storage is required. |
| **Project Narrative** | The project will replace the 3630-zone pumping station, including a new enclosure, fire pump, power generator, pump controls, yard piping, and associated appurtenances. It will also upgrade the power supply from NV Energy to support the new facility capacities and install a new pumping station discharge pipeline and Pressure Reducing Valve (PRV) to convey the pumped flows to the town's distribution system. |

## Maps and Exhibits

In accordance with NRS 239C.210 and Executive Order 2020-01 dated February 4, 2020, drawings, maps, plans, or records that reveal the locations of critical infrastructure, including primary buildings, facilities, and other structures used for storing, transporting, or transmitting water are deemed confidential and not subject to subpoena or discovery, and therefore not subject to inspection by the general public.

NDEP is able to provide the following information for further clarification on the project location, need, or scope:

## Proposed Project Costs

| Cap Grant (25%) | Matching Funds (75%) | Total Cost | Matching Funds Source |
|---|---|---|---|
| $1,637,500.00 | $4,912,500.00 | **$ 6,550,000.00** | US Army Corps of Engineers |

## Grant Recipient Information

**Possibility for Consolidation**
Blue Diamond is currently a consecutive-connection system; its remote location does not allow for additional consolidation.

**Water Conservation Plan**
Las Vegas Valley Water District Small Systems has a completed Water Conservation Plan for Blue Diamond, dated September 2024.

**Technical Capacity**
"Technical capability" means the ability of a public water system to:

1. Obtain an adequate and reliable source of water that is necessary to provide the quantity and quality of water required by the system; and
2. Establish and maintain an adequate infrastructure for the treatment, storage and distribution of the quantity and quality of water required by the system; and

Las Vegas Valley Water District - Blue Diamond Water System has a certified operator Grade D2-T0 in current good standing.

Las Vegas Valley Water District - Blue Diamond Water System has the technical capacity for NDEP to recommend funding support.

**Managerial Capacity**
"Managerial capability" means the ability of a public water system to conduct its administrative affairs in a manner that ensures compliance with all applicable standards based on[1]:

1. The accountability, responsibility and authority of the owner or operator of the system; and
2. The personnel and organization of the system; and
3. The ability of the persons who manage the system to work with:
   - (a) Jurisdictional, regulatory and other governmental agencies; and
   - (b) Trade and industry organizations; and

Las Vegas Valley Water District - Blue Diamond Water System has demonstrated managerial capacity for NDEP to recommend funding support.

**Financial Capacity**
"Financial capability" means the ability of a public water system to:

1. Pay the costs related to maintenance, operations, depreciation and capital expenses; and
2. Maintain creditworthiness; and

[1] NRS 445A.827

3. Establish and maintain adequate fiscal controls and accounting methods required for the operation of the system[2].

| Financial Information as of: | June 30, 2025 |
|---|---|
| Financial information independently audited by: | Baker Tilly US, LLP |
| Unrestricted cash | $50,366,380 |
| Days cash on hand | 60 – without unrestricted investments<br>833 – with investments |
| Outstanding debt | $3,049,412,917 |
| Net Income before depreciation | $203,281,031 |
| Current ratio | 2.73 |
| Debt coverage | 2.80 |

The recipient has demonstrated to NDEP that they will remain viable upon completion of the proposed improvement (NAC 349.475(2)(h)(4)(i)).

**User Rates**

Water user rates were adopted October 2023 and included increases every January 1st through 2025.

- Residential base rate per user per month: $22.68
- Commodity Rate per k/gal:
  - 1 to 5,010 gallons: $1.59 per k/gal
  - 5,011 to 10,020 gallons: $1.90 per k/gal
  - 10,021 to 20,010 gallons: $2.83 per k/gal
  - 20,011 to 35,010 gallons: $3.45 per k/gal
  - 35,011 gallons and over: $4.42 per k/gal
- Average Water Rate/Use for System: $62.19

The water rates established sufficiently cover current operation, maintenance, debt service, and reserves of the system.

**Drinking Water Meters**

The system is fully metered.

**Asset Management or Fiscal Sustainability Plan**

LVVWD does have a 10-year Asset Management Plan dated 2017. An updated plan will be required prior to the completion of the project.

**Capital Replacement Reserve Account**

A Capital Replacement Reserve Account is funded by both the parent organization LVVWD and by Blue Diamond. Blue Diamond has had to utilize the reserve account over the past few years and has a current negative balance as of May 2026 of ($2,127,385); however, LVVWD is covering Blue Diamond under their reserve account, which holds a balance of $728,363,995.

**Capital Improvements Grant Scale**

Based on the current information for the Capital Improvements Grant Scale, this project qualifies for 29% funding. Las Vegas Valley Water is requesting 25% project funding to match the Army Corp of Engineers that is funding the other 75%.

[2] NRS 445A.817

## Capital Improvements Grant Program Authority and Purpose

Nevada Revised Statute (NRS) 349.980 to 349.987 describes the Capital Improvements Grant Program and the powers and duties of the Board for Financing Water Projects (Board). NDEP administers the Capital Improvements Grant Program on behalf of the Board as per NRS 349.982 and NAC 349.430 to 349.574, inclusive. If the Board determines to provide a grant from the Capital Improvements Grant Program, one of the requirements of the Nevada Administrative Code (NAC) is that the Board will adopt a resolution that includes a statement of approval of the Board that sets forth its findings of fact (NAC 349.535, subsection 1).

## RECOMMENDED MOTION FOR THE CAPITAL IMPROVEMENT GRANT

I move to approve the resolution titled "G13-0826 Las Vegas Valley Water District - Blue Diamond Water System Letter of Intent Approval," as required per NAC 349.485. The terms and conditions as outlined in the staff report and resolution shall apply to this approval.

# RESOLUTION G13-0826

*Las Vegas Valley Water District - Blue Diamond Water System*
*Project Letter of Intent*

**WHEREAS:** Nevada Revised Statutes (NRS) 349.980 to 349.987, establishes a program to provide grants of money to purveyors of water, eligible recipients, or local governments to pay for eligible capital improvement costs and water resource plans; and

**WHEREAS:** The Board for Financing Water Projects (Board) administers the program and establishes regulations for requirements to participate in the program in conformance with NRS 349.982; and

**WHEREAS:** Las Vegas Valley Water District - Blue Diamond Water System, ("Recipient") is a purveyor of water seeking funding for a qualified project in conformance with NRS 349.981; and

**WHEREAS:** The Recipient has submitted to the Board a Letter of Intent per Nevada Administrative Code (NAC) 349.475; and

**WHEREAS:** The Division of Environmental Protection has satisfied the requirements in conformance with NAC 349.480; and

**WHEREAS:** NAC 349.485 provides in relevant part, as follows:

If the Board determines the Letter of Intent for the grant meets the requirements pursuant to NAC 349.480, it will adopt a resolution.

**IT IS RESOLVED by the Board for Financing Water Projects of the State of Nevada:**

***Section 1:*** This resolution shall be known as the “G13-0826 Las Vegas Valley Water District - Blue Diamond Water System”

***Section 2:*** In connection with the findings of fact set forth in Section 3 of this Resolution and subject to the provisions of Section 4 of this Resolution, the Board has determined, and does hereby declare, that it approves the Letter of Intent submitted by the Applicant

***Section 3:*** Based on its review of the Letter of Intent, and based on the records and documents submitted to the Board concerning the Project, the Board hereby makes the following findings of fact in support of its determination to approve the Letter of Intent:

(a) The proposed capital improvement is economically justified and financially feasible;
(b) The proposed capital improvement complies with the provisions of the NRS 349.980 to 349.987, inclusive;
(c) The plan for development of the proposed capital improvement is satisfactory;
(d) The Applicant is able to obtain the financing required to complete the capital improvement;
(e) The Applicant has made sufficient and reasonable efforts to determine whether the proposed capital improvement conflicts with any regional master plan of any local, state or federal governing authority, and those efforts have not revealed such a conflict; and
(f) The proposed capital improvement will not use or waste excessive quantities of water.

***Section 4:*** The Letter of Intent, on file with the State and by this reference incorporated herein, is a true and correct copy of the Letter of Intent filed by the Applicant with the Board.

***Section 5:*** This resolution shall be effective on its passage and approval.

## PASSED, ADOPTED, AND SIGNED August 19, 2026

Signed:____________________________________

**Chair**
Board for Financing Water Projects

Attest:____________________________________

**Advisor**
Board for Financing Water Projects