

# American Economic And Reinvestment Act of 2009

Drinking Water and Water Pollution  
Control State Revolving Funds  
(DWSRF & CWSRF)



# Wastewater Pollution Control Loans

- **Section 319 Clean Water Act**

- Fed Gov provides “seed” money annually through a “capitalization grant” to Idaho’s Wastewater Facility Loan Account (CWSRF)
- I.C. 39-2637 Establishes the CWSRF

- **Section 1452 Safe Drinking Water Act**

- Fed Gov provides “seed” money annually through a capitalization grant to Idaho’s Drinking Water Loan Fund (DWSRF)
- I.C. 39-7601

**\*State of Idaho matches 20%**

- Required by CWA and SDWA
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# IDEQ LOAN PROGRAM

- IDEQ Loans CWSRF and DWSRF monies out at below market interest rates

-Authorized by I.C. 3626 and 7602

-CWSRF fees used to pay for administration of the Loan Program

- Two Expectations:

1. Produce a repaired, replaced, or enhanced wastewater or drinking water facility.
2. Money will be paid back with interest, so that IDEQ may loan the money out again and the interest is used as a hedge against inflation.

The Money “Revolves” through CWSRF and DWSRF with goal of becoming self-sustaining.



# Federal Cross Cutting Req.

- NEPA
- National Historic Preservation Act
- Wild and Scenic Rivers Act
- Farmland Protection Policy Act
- Flood Plain Management Executive Order
- ADA / Civil Rights Issues



# CWSRF Competing Interests

- Never enough CWSRF to fund all projects
  - CWSRF “Priority Ranking System”  
-IDAPA 58.01.12
  - DWSRF “Priority Rating System”  
-IDAPA 58.01.20
- \*Priority Rating List



# DWSRF Priority Ratings

- Drinking Water Criteria – from DW Loan Rules
  - Public Health Emergency 100 pts
  - Public Health Hazard 19 pts
  - Water Quality Violation 71 pts
  - General Conditions of Facilities 61 pts
  - Overall Urgency 10 pts
  - Consent Order or Administrative Order 30 pts
  - Incentives 16 pts
  - Affordability 10 pts

# CWSRF Priority Rankings

- Wastewater Criteria –Water Pollution Control Loan Rules
  - Public Health Emergency 150 pts
  - Regulatory compliance 70 to 100 pts
  - Watershed Restoration 0 to 100 pts
  - Watershed Protection 0 to 100 pts
  - Preventing Impacts to Uses 0 to 100 pts
  - Secondary Incentive Ranking 0 to 50 pts



# Fundable List - IUP

- Fundable List = “Shovel Ready Projects”
- Loan applicant may have a high priority rating, but to make the “Fundable List” they must show readiness to proceed.
- Intended Use Plan
- Projects most ready to proceed are placed in the Intended Use Plan which is Approved by the Board of Environmental Quality.



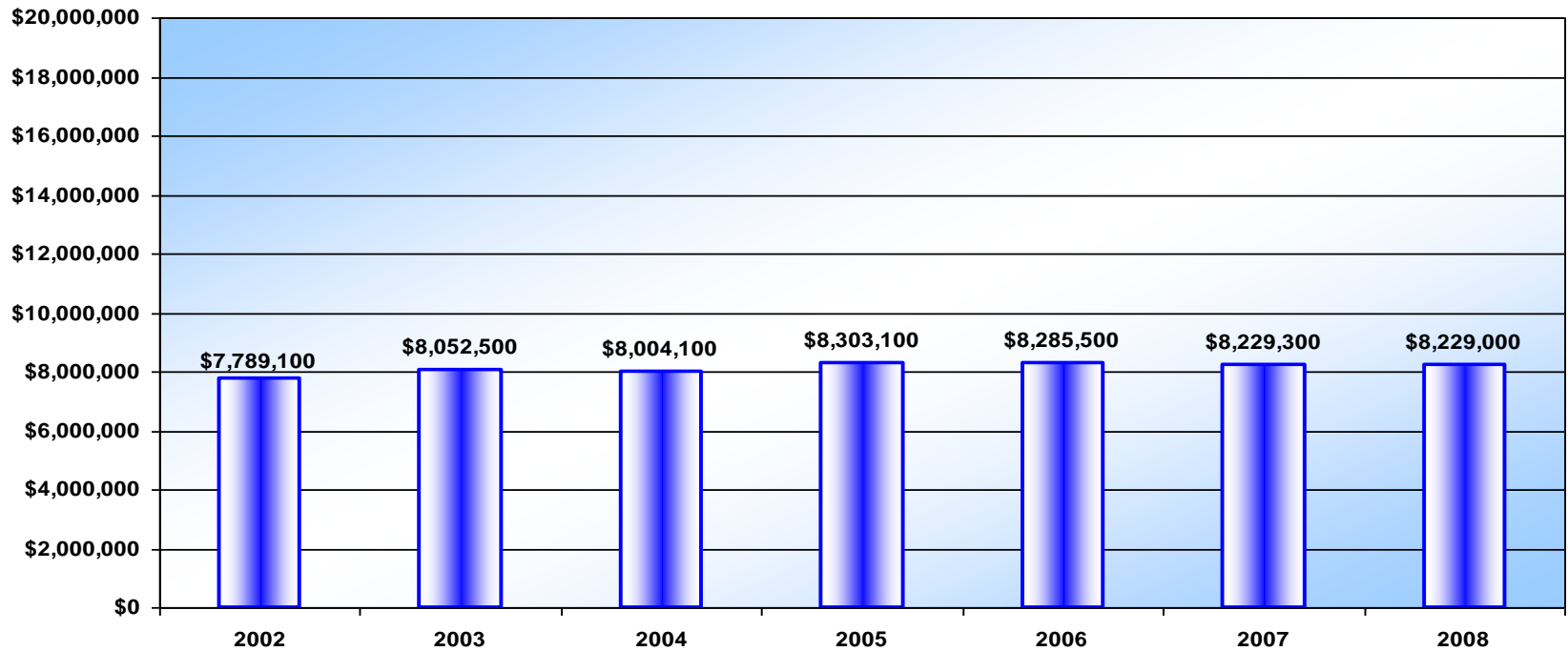


# Readiness to Proceed

- DEQ Evaluates Projects Readiness to Proceed
  - Approved Plans and Specifications
  - Approved Facility or Master Plans
  - Bonds Passed to go into debt
  - Willingness to Accept Loan
- Projects Not Ready to Proceed are Bypassed



# EPA DW SRF LOAN SUPPORT



# Drinking Water Loan Amounts

## Funding Sources

- Annual Federal Capitalization \$5.6M
- 20% State Match \$1.625M
- Cash (available to loan) \$16.3M
- **Stimulus Funds – \$19.5M**
- Resources Available to Loan \$43.025M

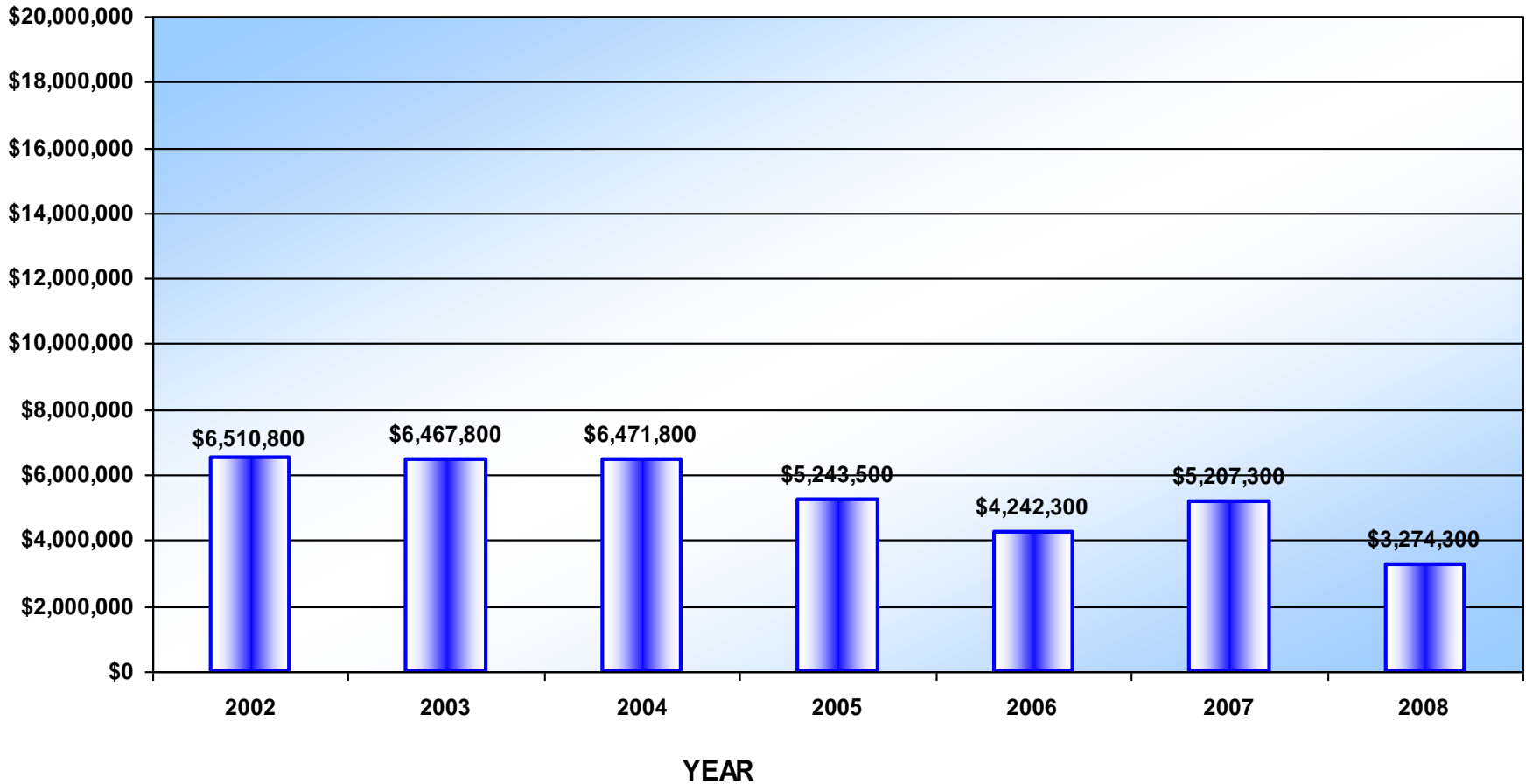


# Draft DW IUP Funding Requests

- 74 Letters of Interest
- \$209 Million Requested
- \$43 Million Total available to loan
  - \$19.5 Million Stimulus
  - \$23.5 Million Standard SRF Funds



# EPA CWSRF LOAN SUPPORT



# Wastewater Loan Amounts

## Funding Sources

- Annual Federal Capitalization \$3.3M
- 20% State Match \$0.6M
- Cash (available to loan) \$36.1M
- **Stimulus Funds** \$19.2M
- Resources Available to Loan \$59.2M




# Draft WW IUP Funding Requests

- 71 Letters of Interest
- \$552 Million Requested
- \$59.2 Million available to loan
  - \$19.2 Million Stimulus
  - \$40.0 Million Standard SRF Funds



# Stimulus Money Specifically

- Principle Forgiveness Allowed by ARRA
  - ARRA Waives State Match Requirement
  - 100 % of Loan Contact or Project under Construction by Feb 16, 2010
  - 50% Toward Subsidies
  - 20% Toward Green Infrastructure
  - Use American Manufactured Products
  - Comply with ARRA Reporting Requirements
    - Accountability
    - Job Creation
- 



# Stimulus Plan

50% Subsidies – \$19.35M

- Offered to Disadvantage Communities
  - Eligible for Subsidy if User Rates are  $> 1.5\%$  of the Median Household Income
  - Subsidy in the Form of Principal Forgiveness
  - Subsidy Amount Offered Enough to drop out of designation as a “Disadvantaged Community”
  - Spreads the Subsidy Amount Out over more Communities



# Stimulus Plan

## 20% Green Infrastructure – Energy Efficiency

- \$7.74M
- Wastewater Collection System Infiltration and Inflow Projects
- Drinking Water Distribution Leaking Repair
- Water Conservation Measures



# Stimulus Plan

## Timeframe for Receipt of Funds (1b)

- \* IUP out for Public Comment March 2009
- April 2009
  - Board Adoption of IUP
  - Governor's Office Decision to Accept Funds



# Stimulus Plan

Is additional Spending Authority Needed (1e)

- No

Are Additional State Employees Needed (1f)

- No



# Stimulus Plan

## Title and Sections of ARRA for Funding (2b)

- TITLE VII-INTERIOR, ENVIRONMENT, AND RELATED AGENCIES
- Sec. STATE AND TRIBAL ASSISTANCE GRANTS: \$4,000,000,000 shall be for capitalization grants for the Clean Water State Revolving Funds under title VI of the Federal Water Pollution Control Act and \$2,000,000,000 shall be for capitalization grants under section 1452 of the Safe Drinking Water Act...Provided further, That funds appropriated herein shall not be subject to the matching or cost share requirements of sections 602(b)(2), 602(b)(3) or 202 of the Federal Water Pollution Control Act nor the matching requirements of section 1452(e) of the Safe Drinking Water Act.



# ARRA Tracking Resources

- [www.recovery.gov](http://www.recovery.gov)
- [www.idaho.gov](http://www.idaho.gov)
- [http://dfm.idaho.gov/fed\\_stimulus.html](http://dfm.idaho.gov/fed_stimulus.html)
- [www.deq.idaho.gov](http://www.deq.idaho.gov)



Questions?

