Bipartisan Infrastructure Law (BIL)

DWSRF General Supplemental

Annual Allotments

| SFY23 | SFY24 | SFY25 | SFY26 | SFY27 |
|--------------|----------|----------|----------|----------|
| \$25,508,000 | ~\$25.5M | ~\$25.5M | ~\$25.5M | ~\$25.5M |

Additional Subsidization

49% of the funds must be provided as principal forgiveness/loan forgiveness/grant to disadvantaged communities.

Disadvantaged Community

Disadvantaged Community means those system which serve a population whose median household income (MHI) greater than 80% but less than 90% of the national MHI according to the United States Census Bureau/American Community Survey. Systems serving population whose MHI is less than 80% of the national MHI according to the United States Census Bureau/American Community Survey will be designated as Severely Disadvantaged Communities and hence will receive 60 priority points instead of 40 points reserved for disadvantage communities. MHI is based on the most recent 5-year average of Median Household Income from U.S Census Data or through a household income survey acceptable to DEQ.

Amount of Subsidy for SFY23

The subsidy from this "pot" will be provided to only those communities that meet the state definition of disadvantaged community. During state FY 23, \$12,498,920 will be available. The amount of the subsidy will be as follows:

- Disadvantaged communities as defined above serving 10,000 people or fewer will receive 100% loan forgiveness up to \$800,000 for eligible project and costs.
- Disadvantaged Communities serving more than 10,000 people will qualify for 25% of the loan amount or \$1,000,000.00, whichever is less as loan forgiveness.
- Projects for Non-Disadvantaged Communities benefiting areas of low income (below 90% of NMHI), minorities and/or people of color, will receive loan forgiveness of up to \$800,000.00 or the cost of the project in that area, whichever is less.
- Disadvantaged and severely disadvantage communities seeking funding for regionalization/ consolidation may receive up to 100% loan forgiveness, if available.



Lead Service Line Replacement/Inventory

Annual Allotments

| SFY23 | SFY24 | SFY25 | SFY26 | SFY27 |
|--------------|--------|--------|--------|--------|
| \$40,192,000 | ~\$40M | ~\$40M | ~\$40M | ~\$40M |

Additional Subsidization

49% of the funds must be provided as principal forgiveness/loan forgiveness/grant to disadvantaged communities.

Amount of Subsidy for SFY23

The subsidy from this pot will be provided to only those communities that meet the state definition of disadvantaged communities. During SFY 23, **\$19,694,080** will be available. The amount of the subsidy will be as follows:

- Disadvantaged communities serving 10,000 people or fewer will receive up to 100% loan forgiveness for eligible project and costs.
- Disadvantaged communities serving more than 10,000 people will qualify for 33% of the loan amount, or \$2.5M, whichever is less as loan forgiveness.
- Projects under this category for Non-Disadvantaged Communities benefiting areas of low income (below 90% of National Median Household Income), minorities and/or people of color, will receive loan forgiveness of up to 100% of the cost for the project in that area.

Emerging Contaminates/PFAS

Annual Allotments

| SFY23 | SFY24 | SFY25 | SFY26 | SFY27 |
|--------------|--------|--------|--------|--------|
| \$10,711,000 | ~\$10M | ~\$10M | ~\$10M | ~\$10M |

Additional Subsidization

100% of the funds must be provided as principal forgiveness/loan forgiveness/grant

Amount of Subsidy for SFY23

100% of these funds will be provided as loan forgiveness to all eligible recipient with a minimum of 25% of the funds must go to communities that meet the state definition of disadvantaged community. During state SFY23, \$10,711,000 is available as loan forgiveness, (\$2,677,750) of which will be directed toward disadvantaged communities.

DWSRF Base Program

- \$9,935,000 allotment for the SFY23.
- 12% (\$1,192,200) of the Cap. Grant will be reserved for disadvantaged communities as subsidy. The amount of the of the subsidy will be 25% or \$200k whichever is less. For severely disadvantaged communities, the loan forgiveness for projects costing less than \$400k will be decided on case-by-case basis.
- 14% (\$1,390,900) of the Cap. Grant will be reserved as additional subsidization. Priority will be given to health-based violations and regionalization projects. These types of projects may receive up to 100% loan forgiveness.