



Clean Water SRF and IJA Funding

May 2022

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We Haven't Changed, We Just Have More Money

- Same Schedule
 - Safe Staff
 - Same Eligibility criteria
 - Same Application Process
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- There are some changes. That's why you're here today.



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Infrastructure Investment and Jobs Act (IIJA) or Bipartisan Infrastructure Law (BIL)

Amendments to CWA Title VI
(CWA CWSRF authorizing section)

Massive new influx of supplemental CWSRF funds
FY22-26

Amendments to CWA Title VI (CWSRF Base Program Amendments)

- Reauthorizes the program
- Expands allowable forms of CWA 603i Additional Subsidy
- Establishes an Additional Subsidy range of 10% to 30% when the amount appropriated exceeds \$1 Billion
- Allows up to 2% to be used for Technical Assistance
- Build America, Buy America procurement requirement added (Only change to federal requirements)

BIL - Clean Water for Communities

BIL CWSRF
General
Supplemental
/Stimulus
Funding

General Supplemental/Stimulus

- 49% of funds will be available for principal forgiveness loans

New Federal Investment

Year	BIL Supplemental	Base Cap Grant	Total CWSRF	Total Forgivable Loan	
2022	\$30.9M*	\$20.3M**	\$51.2M	\$17.2M	*Appropriated **Authorized
2023	\$36.3M	\$51.2M	\$87.5M	\$22.9M	Authorized
2024	\$39.6M	\$55.4M	\$95.0M	\$24.9M	Authorized
2025	\$42.9M	\$59.5M	\$102.4M	\$26.9M	Authorized
2026	\$42.9M	\$59.5M	\$102.4M	\$26.9M	Authorized
Total	\$192.9M	\$271M	\$464.1M	\$121.6M	Authorized

BIL - Clean Water for Communities

BIL Emerging Contaminants Supplemental Funding

Emerging Contaminants Supplemental

- 100% must be proved as additional subsidy
- Eligibilities limited to CWSRF-eligible projects that “address emerging contaminants”

Emerging Contaminants Funding

Year	Emerging Contaminants (100% Forgivable Principal Loans)	
2022	\$1.6M	Appropriated
2023	\$4.5M	Authorized
2024	\$4.5M	Authorized
2025	\$4.5M	Authorized
2026	\$4.5M	Authorized
Total	\$16.6M	Authorized

BIL – Sewer Overflow and Stormwater Grant

The Sewer Overflow and Stormwater Reuse Municipal Grants Program (OSG) was reauthorized by America’s Water Infrastructure Act (AWIA) of 2018.

- For Planning, design and construction of treatment works to address combined sewer overflows, sanitary sewer overflows or stormwater.

- 25% to Disadvantaged Communities
- Same CWSRF Requirements
- State applies and provides 20% match

Year	WA OSG Funds Authorized	25% Mandated to Disadvantaged Communities
2020	\$511,000*	\$127,750
2021	\$730,000*	\$182,500
2022	\$5.1M	\$1.28M
2023	\$5.1M	\$1.28M
2024	\$5.1M	\$1.28M
2025	\$5.1M	\$1.28M
2026	\$5.1M	\$1.28M
Total	\$27M	\$6.75M

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- EO-14052
- 40 percent of overall benefits of Federal investments from covered programs flow to disadvantaged communities (EO 14008)
- Benefits for “Development of Critical Clean Water Infrastructure” include (not limited to):
 - Reduction in the quantity of raw sewage discharged
 - Increased access to safe drinking water and sanitary sewer services
- The Challenge-Calculating benefits and reporting



Disadvantaged/Underserved/Overburdened/Low Income Communities

- EPA is urging states to:
 - Remove barriers
 - Prioritize the distribution of grant funds to disadvantaged communities
 - Provide technical assistance to help overcome barriers
- For communities of (may include but not limited to):
 - Low income, high and/or persistent poverty
 - High unemployment and underemployment
 - Racial and ethnic residential segregation
 - Linguistic isolation
 - Distressed neighborhoods
 - Disproportionate environmental stressor burden
 - Limited water and sanitation access and affordability

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Current Hardship Determination

Construction

- < 25,000 population of service area
- Factors include
 - Cost of the Project
 - Existing Costs
 - Median Household Income
- Impact to Rate Payers
 - Sewer rate >2% MHI
- Eligible for forgivable loan (and centennial grants) and reduced interest rates

Preconstruction

- < 25,000 population
- MHI of service < 80% of state MHI
- Eligibility in Guidelines Appendix M
- Eligible for 50% Forgivable Loans and Reduced SFAP match

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Buy America, Build America

- In addition to American Iron and Steel Requirements
- Applies to all federal infrastructure funding
- The new requirements are: “(A) all iron and steel used in the project are produced in the United States; (B) the manufactured products used in the project are produced in the United States; (C) the construction materials used in the project are produced in the United States.”



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Buy America, Build America

- Builds on the existing American Iron and Steel requirement.
- Implementation guidance is still being developed.
- Waivers from the requirement are available.
- There will be a phase-in process.



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How Can YOU Prepare for Funding?

- Have a project.
- Understand your problem and it's causes.
- Have a plan.
- Have a plan that adds value:
 - Does your project solve your problem?
 - Is this project the best way to solve the problem?

• SYNC Introductory Value Planning Guide

<https://deptofcommrce.app.box.com/v/SyncValuePlanningGuide>

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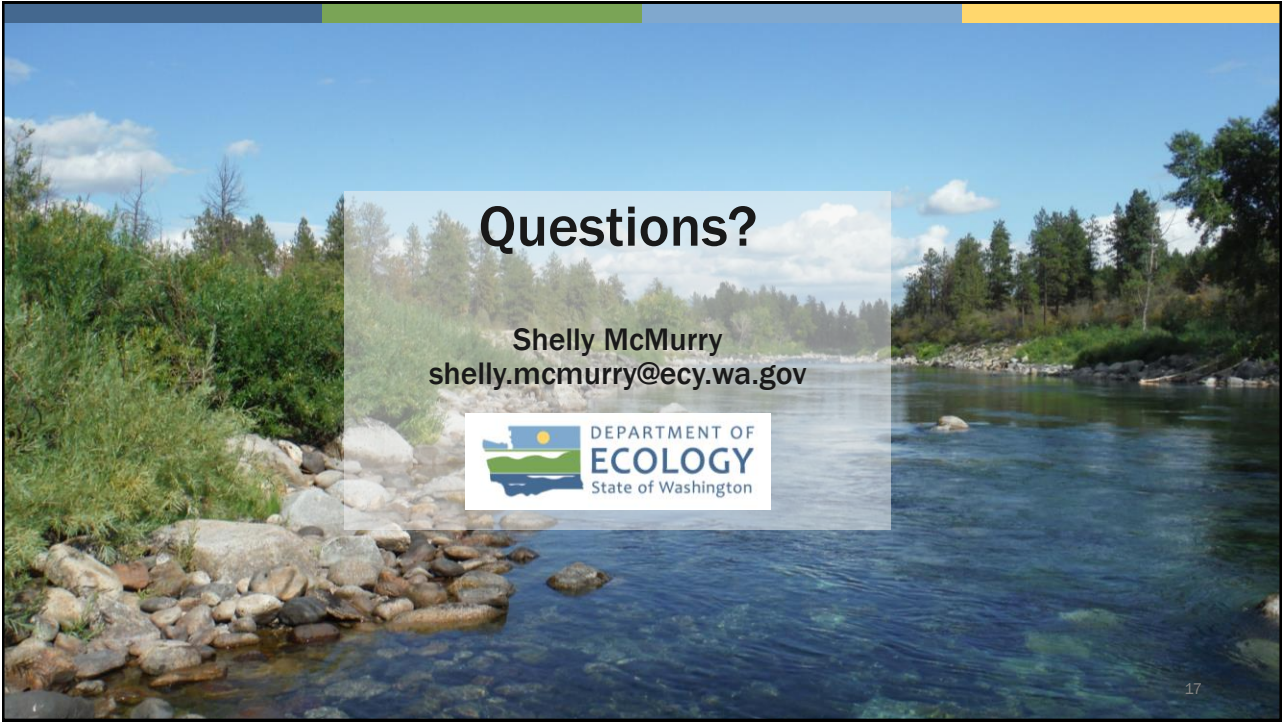
Questions?

David Dunn
david.dunn@ecy.wa.gov



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Shelly McMurry
shelly.mcmurry@ecy.wa.gov

