

Revolving Loan Tidbits

Presented by Sonya Butler

Today's Tidbits

- SAW Program
- DWRF, SRF, & SWQIF Loan Programs
- Federal Changes for SRF only

SAW Grant Eligible Activities

- Asset management plan development
- Stormwater plan development
- Testing and demonstration of innovative wastewater and stormwater technologies
- Stormwater treatment project planning and design
- Sewage collection and treatment project planning and design
- Planning and design of a State Revolving Fund (SRF) or Strategic Water Quality Initiatives Fund (SWQIF) project

SAW Loan

- Project must be identified in an approved asset management plan or stormwater management plan
- Implementation of a successful innovative technology
- Interest rate: 2.5% in FY2015
- 20 year term

Statistics on December 2, 2013

- 671 SAW grant applications submitted
 - Total amount requested: \$520M
 - Average requested amount: \$770,000
- 587 unique SAW grant applicants
- 2 SAW loan applications submitted
 - Total amount requested: \$20M

SAW Activity

- FY2014: \$97M available
 - \$77M grants awarded to 92 applicants
- FY2015: \$97M available
 - \$91M grants awarded to 115 applicants
 - \$1.8M loaned to one applicant
 - 2 loans for \$10M each expected to close

What's Next?

SAW Grants

- Depends on amount of funding
- Expect to know by summer
- \$97M requested in state budget for FY2016

Loan Programs

SRF & DWRF Federal Funds

- 2015 amounts
 - CW: \$60,374,000
 - DW: \$27,530,000
- 2014 amounts
 - CW: \$60,287,000
 - DW: \$27,530,000
- 2013 amounts
 - CW: \$57,406,000
 - DW: 25,579,000

FY2015 Funding Requirements

- Green projects
- Principal forgiveness
- Davis Bacon
- American Iron & Steel
 - Waiver available

Types of Green Projects

- Green Project Reserve (GPR)
 - Green Infrastructure
 - Energy Efficient (20% reduction in energy used)
 - Conserve Water
 - Green Innovative
- Green Project guidelines available at:
 - www.michigan.gov/cleanwaterrevolvingfund

Revolving Loan Statistics

- SRF
 - 527 projects funded to date
 - \$4.2B in loans
 - Capitalization grant total: \$1.7B
- DWRF
 - 266 projects funded to date
 - \$816M in loans
 - Capitalization grant total: \$640M

Fundable Range

- FY2014
 - CW: \$190M
 - DW: \$50M
- FY2015
 - CW: \$270M
 - DW: \$50M

Single Audit

- Threshold has increased
- New amount: \$750,000
- New amount will be included in future loan application and documents

Disbursement Requests

- Original signatures
 - No longer required
 - Also applies to RLS Application Parts I thru III
- Electronic submittals
 - Preferred method for submittal to DEQ
 - Also applies to RLS Application Parts I thru III



Water Resources Reform and Development Act of 2014

A/E Procurement

- Qualifications Based Selection (QBS) process
- Issue a request for qualifications
- Statement of qualifications
- Evaluate submittals
- ‘Conduct discussions with’ at least 3 firms
- Negotiate price/contract

Procurement no-nos

- Can not initially evaluate firms on price/cost
- Sole source is NOT an option
- Interviews are NOT mandatory

Fiscal Sustainability Plan

- Similar to an Asset Management Plan
- Project specific
- Applies to treatment works only
- No AMP submittal required

Requirements of FSP

- Inventory of critical assets
- Evaluate condition & performance of assets
- Plan for maintaining and repairing/replacing assets & a plan for funding the activities
- Evaluate water & energy conservation efforts
- Certify to all of the above actions

Conservation Activities

- Reduce energy consumption
- Efficient water use, reuse, recapture or conservation
- Energy and water audits

Loan Terms and Rates

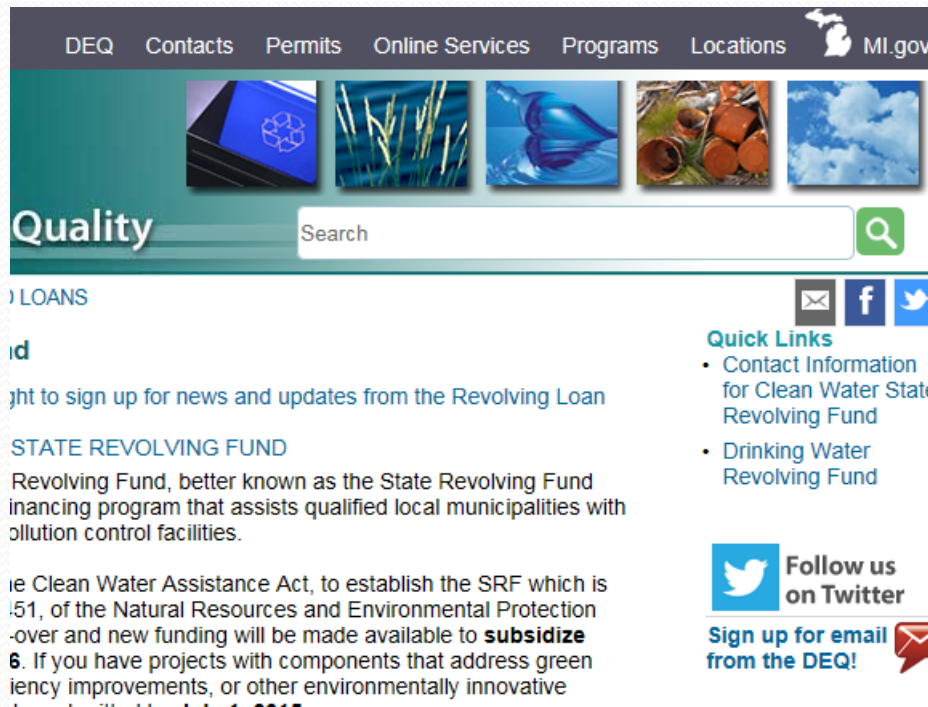
- Loan terms can not exceed the *projected* useful life of the asset(s)
- New loan term
 - 30 year
 - Disadvantaged community
- Interest rates will differ

WRRDA Training

- Webinar being developed
 - Thursday, March 12, 2015
 - Time: 10 to 11:30 AM
- New & updated documents available by mid February 2015

Stay in the Know

- www.Michigan.gov/cleanwaterrevolvingfund



DEQ Contacts Permits Online Services Programs Locations MI.gov

Quality Search

LOANS

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ght to sign up for news and updates from the Revolving Loan

STATE REVOLVING FUND

Revolving Fund, better known as the State Revolving Fund financing program that assists qualified local municipalities with pollution control facilities.

ie Clean Water Assistance Act, to establish the SRF which is 51, of the Natural Resources and Environmental Protection -over and new funding will be made available to **subsidize** 6. If you have projects with components that address green echnology improvements, or other environmentally innovative

Quick Links

- Contact Information for Clean Water State Revolving Fund
- Drinking Water Revolving Fund

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Questions/Comments

Contact Information

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