

#### UNITED STATES ENVIRONMENTAL PROTECTION AGENCY WASHINGTON, D.C. 20460

OFFICE OF WATER

May 12, 2022

#### **MEMORANDUM**

- **SUBJECT:** FY 2022 CWSRF Base Allotment Availability
- FROM: Michael Deane, Chief State Revolving Fund Branch Water Infrastructure Division Office of Wastewater Management
- TO: CWSRF Branch Chiefs & Regional Coordinators Regions I-X

Federal fiscal year 2022 Clean Water State Revolving Fund (CWSRF) base allotments from the Consolidated Appropriations Act, 2022 (Pub. L. 117-103) are now available. Together with the funding allocated under the Bipartisan Infrastructure Law (BIL), also referred to as the Infrastructure Investments and Jobs Act (IIJA) (Pub. L. 117-58), approximately \$3.2 billion will be provided to the CWSRF in fiscal year 2022 to assists states, tribes, and territories with infrastructure projects that help provide clean water to communities across the United States. This is nearly a two-fold increase in funding to the CWSRF this year. This historic level of funding reinforces the ability of the CWSRF program to address the priorities established in the <u>BIL Implementation Memorandum of March 8, 2022</u>, including increasing investment in disadvantaged communities, building wastewater systems' resilience to all threats, and supporting American workers and domestic manufacturing. Learn more about <u>water infrastructure investments through the BIL</u>.

The base allotment amounts reflect the appropriation of \$1,638,826,000 reduced by the funds directed by Congress towards Community Project Funding/Congressionally Directed Spending projects. Therefore, the amount of funds available to the base CWSRF program this year is \$1,195,186,949. Attached are the allotments, along with the required additional subsidy and Green Project Reserve amounts. Programmatic terms and conditions will be sent to the Regions in the coming weeks. A consolidated chart showing final 2022 Bipartisan Infrastructure Law (BIL) and base 604(b)<sup>1</sup> grant amounts is also included.

General information on the SRF programs can be found at <u>https://www.epa.gov/cwsrf.</u> Per the Clean Water Act, states must provide at least a 20 percent match to the capitalization grant amount.

<sup>&</sup>lt;sup>1</sup> Section 604(b) of the Clean Water Act provides approximately 1% of CWSRF allotments for <u>water quality management</u> planning grants.

#### **2022 Base Additional Subsidy Provisions**

Two distinct and additive subsidy authorities are included in the base 2022 capitalization grant.

#### 1) Congressional Additional Subsidy Authority

Under this authority, states may provide this subsidy to *any CWSRF-eligible recipient*. States must use 10 percent of the funds made available in the base 2022 CWSRF capitalization grant to provide additional subsidization to eligible recipients in the form of forgiveness of principal, negative interest loans, or grants (or any combination of these) to be used where such funds are provided as initial financing for an eligible recipient or to buy, refinance, or restructure the debt obligations of eligible recipients only where such debt was incurred after March 15, 2022.

#### 2) Clean Water Act Additional Subsidy Authority

As amended by the Bipartisan Infrastructure Law (BIL) (Pub. L. 117-58), the CWA mandates that states use at least 10 percent but no more than 30 percent of the capitalization grant amount to provide additional subsidy to the following:

- any municipalities that meet the state's affordability criteria;
- municipalities that do not meet the state's affordability criteria but seek additional subsidization to benefit individual ratepayers in the residential user rate class; or
- entities that implement a process, material, technique, or technology that addresses water or energy efficiency goals; mitigates stormwater runoff; or encourages sustainable project planning, design, and construction.

Additional subsidy provided from this authority may be in the form of forgiveness of principal, grants, negative interest loans, other loan forgiveness, and through buying, refinancing, or restructuring debt.

For a visual representation of these two mandatory yet distinct subsidy authorities and the revolving loan portion, see Diagram 1 below.

## Diagram 1: Example \$100 FY 2022 Base Capitalization Grant



If you have questions, contact Mark Mylin at Mylin.Mark@epa.gov.

#### Attachments

Cc:

Raffael Stein, Director, Water Infrastructure Division Leo Gueriguian, Associate Director, Water Infrastructure Division

### FY 2022 Distribution of Clean Water SRF Appropriation

2022 Base CWSRF Allotment of \$1,195,186,949

Based on Appropriation of \$1,638,826,000 less \$443,639,051 for Congressional Directed Spending Projects

	C	WSRF Allotmen	t		C	WSRF Allotmen	t
State	Total Allotment	604(b) Grant*	Capitalization Grant	State	Total Allotment	604(b) Grant*	Capitalization Grant
Alabama	\$13,069,000	\$131,000	\$12,938,000	New Jersey	\$47,760,000	\$478,000	\$47,282,000
Alaska	\$6,995,000	\$70,000	\$6,925,000	New Mexico	\$5,738,000	\$57,000	\$5,681,000
Arizona	\$7,894,000	\$79,000	\$7,815,000	New York	\$129,000,000	\$1,290,000	\$127,710,000
Arkansas	\$7,646,000	\$76,000	\$7,570,000	North Carolina	\$21,093,000	\$211,000	\$20,882,000
California	\$83,589,000	\$836,000	\$82,753,000	North Dakota	\$5,738,000	\$57,000	\$5,681,000
Colorado	\$9,349,000	\$93,000	\$9,256,000	Ohio	\$65,796,000	\$658,000	\$65,138,000
Connecticut	\$14,318,000	\$143,000	\$14,175,000	Oklahoma	\$9,443,000	\$94,000	\$9,349,000
Delaware	\$5,738,000	\$57,000	\$5,681,000	Oregon	\$13,203,000	\$132,000	\$13,071,000
Florida	\$39,452,000	\$395,000	\$39,057,000	Pennsylvania	\$46,296,000	\$463,000	\$45,833,000
Georgia	\$19,761,000	\$198,000	\$19,563,000	Puerto Rico	\$15,244,000	\$152,000	\$15,092,000
Hawaii	\$9,052,000	\$91,000	\$8,961,000	Rhode Island	\$7,848,000	\$78,000	\$7,770,000
Idaho	\$5,738,000	\$57,000	\$5,681,000	South Carolina	\$11,973,000	\$120,000	\$11,853,000
Illinois	\$52,859,000	\$529,000	\$52,330,000	South Dakota	\$5,738,000	\$57,000	\$5,681,000
Indiana	\$28,167,000	\$282,000	\$27,885,000	Tennessee	\$16,978,000	\$170,000	\$16,808,000
lowa	\$15,818,000	\$158,000	\$15,660,000	Texas	\$53,419,000	\$534,000	\$52,885,000
Kansas	\$10,550,000	\$106,000	\$10,444,000	Utah	\$6,158,000	\$62,000	\$6,096,000
Kentucky	\$14,875,000	\$149,000	\$14,726,000	Vermont	\$5,738,000	\$57,000	\$5,681,000
Louisiana	\$12,848,000	\$128,000	\$12,720,000	Virginia	\$23,919,000	\$239,000	\$23,680,000
Maine	\$9,047,000	\$90,000		Washington	\$20,325,000	\$203,000	\$20,122,000
Maryland	\$28,268,000	\$283,000	\$27,985,000	West Virginia	\$18,219,000	\$182,000	\$18,037,000
Massachusetts	\$39,682,000	\$397,000	\$39,285,000	Wisconsin	\$31,597,000	\$316,000	\$31,281,000
Michigan	\$50,254,000	\$503,000	\$49,751,000	Wyoming	\$5,738,000	\$57,000	\$5,681,000
Minnesota	\$21,482,000	\$215,000	\$21,267,000	, 3	, , , , , , , , , , , , , , , , , , , ,	, - ,	
Mississippi	\$10,530,000	\$105,000	\$10,425,000				
Missouri	\$32,400,000	\$324,000		District of Columbia	\$5,738,000	\$57,000	\$5,681,000
Montana	\$5,738,000	\$57,000	\$5,681,000	American Samoa**	\$6,346,000	\$63,000	\$6,283,000
Nebraska	\$5,978,000	\$60,000	\$5,918,000	Guam**	\$4,591,000	\$46,000	\$4,545,000
Nevada	\$5,738,000	\$57,000		Northern Marianas**	\$2,949,000	\$51,000	\$2,898,000
New Hampshire	\$11,680,000	\$117,000	\$11,563,000	Virgin Islands**	\$3,683,000	\$38,000	\$3,645,000
	Total Funds Avail	able to States			\$1,168,783,000		
	National Set-Asid	es					
	Tribal Set-Aside **	*			\$23,904,000		
Clean Watersheds Needs Survey****					\$1,500,000		
	National American Iron & Steel Administrative Set-Asic				\$999,949		
Total SRF Appropriation \$1					\$1,195,186,949		

1% of all CWSRF BIL and Base allotments is less than \$100,000. \*\* The FY 2022 appropriation allows EPA to reserve up to 1.5% of the funds appropriated less any amounts reserved for the Indian tribal set-aside for direct grants to American Samoa, Guam,

Northern Marianas, and the Virgin Islands.
\*\*\* The FY 2022 appropriation allows EPA to reserve an <u>annual amount</u> equal to 2% of all funds appropriated (i.e, BIL and base) or \$30M, whichever is greater, for direct grants to Indian tribes.
tribes. This amount only reflects the FY 2022 base portion of the annual total reserved for Indian tribes.

\*\*\* The FY 2022 appropriation allows EPA to reserve up to \$1.5M to conduct the Clean Watershed Needs Survey.

Attachment B							
CWSRF FY 2022 Base							
Congressional Additional Subsidization Amounts							
as Authorized by the 2022 Base Appropriation							
Eligible Recipient: Any CWSRF-Eligible Recipient							
Based on Appropriation of \$1,195,186,949							
State	Amount that <u>must</u> be provided as subsidization under this authority (10%)		Amount that <u>must</u> be provided as subsidization under this authority (10%)				
Alabama	\$1,293,800		Nevada	\$568,100			
Alaska	\$692,500		New Hampshire	\$1,156,300			
Arizona	\$781,500		New Jersey	\$4,728,200			
Arkansas	\$757,000		New Mexico	\$568,100			
California	\$8,275,300		New York	\$12,771,000			
Colorado	\$925,600		North Carolina	\$2,088,200			
Connecticut	\$1,417,500		North Dakota	\$568,100			
Delaware	\$568,100		Ohio	\$6,513,800			
Florida	\$3,905,700		Oklahoma	\$934,900			
Georgia	\$1,956,300		Oregon	\$1,307,100			
Hawaii	\$896,100		Pennsylvania	\$4,583,300			
Idaho	\$568,100		Puerto Rico	\$1,509,200			
Illinois	\$5,233,000		Rhode Island	\$777,000			
Indiana	\$2,788,500		South Carolina	\$1,185,300			
lowa	\$1,566,000		South Dakota	\$568,100			
Kansas	\$1,044,400		Tennessee	\$1,680,800			
Kentucky	\$1,472,600		Texas	\$5,288,500			
Louisiana	\$1,272,000		Utah	\$609,600			
Maine	\$895,700		Vermont	\$568,100			
Maryland	\$2,798,500		Virginia	\$2,368,000			
Massachusetts	\$3,928,500		Washington	\$2,012,200			
Michigan	\$4,975,100		West Virginia	\$1,803,700			
Minnesota	\$2,126,700		Wisconsin	\$3,128,100			
Mississippi	\$1,042,500		Wyoming	\$568,100			
Missouri	\$3,207,600						
Montana	\$568,100						
Nebraska	\$591,800						

Attachment B

## CWSRF FY 2022 Base

#### **Statutory Additional Subsidization Amounts**

# as Authorized by the CWA Eligible Recipients: See 33 USC 1383(i)(1)

Based on Appropriation of \$1,195,186,949

State	Minimum amount that <u>must</u> be provided as subsidization under this authority (10%)	Maximum amount that <u>may</u> be provided as subsidization under this authority (30%)	State	Minimum amount that <u>must</u> be provided as subsidization under this authority (10%)	Maximum amount that <u>may</u> be provided as subsidization under this authority (30%)
Alabama	\$1,293,800	\$3,881,400	Nevada	\$568,100	\$1,704,300
Alaska	\$692,500	\$2,077,500	New Hampshire	\$1,156,300	\$3,468,900
Arizona	\$781,500	\$2,344,500	New Jersey	\$4,728,200	\$14,184,600
Arkansas	\$757,000	\$2,271,000	New Mexico	\$568,100	\$1,704,300
California	\$8,275,300	\$24,825,900	New York	\$12,771,000	\$38,313,000
Colorado	\$925,600	\$2,776,800	North Carolina	\$2,088,200	\$6,264,600
Connecticut	\$1,417,500	\$4,252,500	North Dakota	\$568,100	\$1,704,300
Delaware	\$568,100	\$1,704,300	Ohio	\$6,513,800	\$19,541,400
Florida	\$3,905,700	\$11,717,100	Oklahoma	\$934,900	\$2,804,700
Georgia	\$1,956,300	\$5,868,900	Oregon	\$1,307,100	\$3,921,300
Hawaii	\$896,100	\$2,688,300	Pennsylvania	\$4,583,300	\$13,749,900
Idaho	\$568,100	\$1,704,300	Puerto Rico	\$1,509,200	\$4,527,600
Illinois	\$5,233,000	\$15,699,000	Rhode Island	\$777,000	\$2,331,000
Indiana	\$2,788,500	\$8,365,500	South Carolina	\$1,185,300	\$3,555,900
lowa	\$1,566,000	\$4,698,000	South Dakota	\$568,100	\$1,704,300
Kansas	\$1,044,400	\$3,133,200	Tennessee	\$1,680,800	\$5,042,400
Kentucky	\$1,472,600	\$4,417,800	Texas	\$5,288,500	\$15,865,500
Louisiana	\$1,272,000	\$3,816,000	Utah	\$609,600	\$1,828,800
Maine	\$895,700	\$2,687,100	Vermont	\$568,100	\$1,704,300
Maryland	\$2,798,500	\$8,395,500	Virginia	\$2,368,000	\$7,104,000
Massachusetts	\$3,928,500	\$11,785,500	Washington	\$2,012,200	\$6,036,600
Michigan	\$4,975,100	\$14,925,300	West Virginia	\$1,803,700	\$5,411,100
Minnesota	\$2,126,700	\$6,380,100	Wisconsin	\$3,128,100	\$9,384,300
Mississippi	\$1,042,500	\$3,127,500	Wyoming	\$568,100	\$1,704,300
Missouri	\$3,207,600	\$9,622,800			
Montana	\$568,100	\$1,704,300			
Nebraska	\$591,800	\$1,775,400			

<b>CWSRF FY 2022 Base</b> <u>Green Project Reserve (GPR) Amounts</u> as Required by the 2022 Base Appropriation							
	Based on Appropriation of \$1,195,186,949						
State	Amount that <u>must</u> be provided as GPR (10%)		State	Amount that <u>must</u> be provided as GPR (10%)			
Alabama	\$1,293,800		Nevada	\$568,100			
Alaska	\$692,500		New Hampshire	\$1,156,300			
Arizona	\$781,500		New Jersey	\$4,728,200			
Arkansas	\$757,000		New Mexico	\$568,100			
California	\$8,275,300		New York	\$12,771,000			
Colorado	\$925,600		North Carolina	\$2,088,200			
Connecticut	\$1,417,500		North Dakota	\$568,100			
Delaware	\$568,100		Ohio	\$6,513,800			
Florida	\$3,905,700		Oklahoma	\$934,900			
Georgia	\$1,956,300		Oregon	\$1,307,100			
Hawaii	\$896,100		Pennsylvania	\$4,583,300			
Idaho	\$568,100		Puerto Rico	\$1,509,200			
Illinois	\$5,233,000		Rhode Island	\$777,000			
Indiana	\$2,788,500		South Carolina	\$1,185,300			
lowa	\$1,566,000		South Dakota	\$568,100			
Kansas	\$1,044,400		Tennessee	\$1,680,800			
Kentucky	\$1,472,600		Texas	\$5,288,500			
Louisiana	\$1,272,000		Utah	\$609,600			
Maine	\$895,700		Vermont	\$568,100			
Maryland	\$2,798,500		Virginia	\$2,368,000			
Massachusetts	\$3,928,500		Washington	\$2,012,200			
Michigan	\$4,975,100		West Virginia	\$1,803,700			
Minnesota	\$2,126,700		Wisconsin	\$3,128,100			
Mississippi	\$1,042,500		Wyoming	\$568,100			
Missouri	\$3,207,600						
Montana	\$568,100						
Nebraska	\$591,800						

#### Attachment C 2022 Clean Water Act (CWA) 604(b) Grants to States and Territories (BIL and Base)

	604(b) BIL General Supplemental	604(b) BIL Emerging Contaminants	604(b) Base*	604(b) Total
Alabama	\$201,000	\$11,000	\$131,000	\$343,000
Alaska	\$108,000	\$6,000	\$70,000	\$184,000
Arizona	\$121,000	\$6,000	\$79,000	\$206,000
Arkansas	\$121,000	\$6,000	\$79,000	\$200,000
California	\$1,286,000	\$68,000	\$76,000	\$200,000
Colorado	\$144,000	\$8,000	\$93,000	\$245,000
Connecticut	\$220,000	\$12,000	\$143,000	\$375,000
Delaware	\$88,000	\$5,000	\$57,000	\$150,000
Florida	\$607,000	\$32,000	\$395,000	\$1,034,000
Georgia	\$304,000	\$16,000	\$198,000	\$518,000
Hawaii	\$139,000	\$7,000	\$91,000	\$237,000
Idaho	\$88,000	\$5,000	\$57,000	\$150,000
Illinois	\$813,000	\$43,000	\$529,000	\$1,385,000
Indiana	\$433,000	\$23,000	\$282,000	\$738,000
Iowa	\$243,000	\$13,000	\$158,000	\$414,000
Kansas	\$162,000	\$9,000	\$106,000	\$277,000
Kentucky	\$229,000	\$12,000	\$149,000	\$390,000
Louisiana	\$198,000	\$10,000	\$128,000	\$336,000
Maine	\$139,000	\$7,000	\$90,000	\$236,000
Maryland	\$435,000	\$23,000	\$283,000	\$741,000
Massachusetts	\$610,000	\$32,000	\$397,000	\$1,039,000
Michigan	\$773,000	\$41,000	\$503,000	\$1,317,000
Minnesota	\$330,000	\$17,000	\$215,000	\$562,000
Mississippi	\$162,000	\$9,000	\$105,000	\$276,000
Missouri	\$498,000	\$26,000	\$324,000	\$848,000
Montana	\$88,000	\$5,000	\$57,000	\$150,000
Nebraska	\$92,000	\$5,000	\$60,000	\$157,000
Nevada	\$88,000	\$5,000	\$57,000	\$150,000
New Hampshire	\$180,000	\$9,000	\$117,000	\$306,000
New Jersey	\$735,000	\$39,000	\$478,000	\$1,252,000
New Mexico	\$88,000	\$5,000	\$57,000	\$150,000
New York	\$1,984,000	\$104,000	\$1,290,000	\$3,378,000
North Carolina	\$1,984,000	\$104,000	\$1,290,000	\$552,000
North Dakota	\$88,000	\$5,000	\$57,000	\$150,000
Ohio	\$1,012,000	\$53,000	\$658,000	\$130,000
Oklahoma	\$1,012,000	\$33,000	\$94,000	\$1,723,000
Oregon	\$203,000	\$11,000	\$132,000	\$346,000
Pennsylvania	\$712,000	\$37,000	\$463,000	\$1,212,000
Puerto Rico	\$234,000	\$12,000	\$152,000	\$398,000
Rhode Island	\$121,000	\$6,000	\$78,000	
South Carolina	\$184,000	\$10,000	\$120,000	\$314,000
South Dakota	\$88,000	\$5,000	\$57,000	\$150,000
Tennessee	\$261,000	\$14,000	\$170,000	\$445,000
Texas	\$822,000	\$43,000	\$534,000	\$1,399,000
Utah	\$95,000	\$5,000	\$62,000	\$162,000
Vermont	\$88,000	\$5,000	\$57,000	\$150,000
Virginia	\$368,000	\$19,000	\$239,000	\$626,000
Washington	\$313,000	\$16,000	\$203,000	\$532,000
West Virginia	\$280,000	\$15,000	\$182,000	\$477,000
Wisconsin	\$486,000	\$26,000	\$316,000	\$828,000
Wyoming	\$88,000	\$5,000	\$57,000	\$150,000
District of Columbia	\$88,000	\$5,000	\$57,000	\$150,000
American Samoa	\$101,000	\$5,000	\$63,000	\$169,000
Guam	\$73,000	\$4,000	\$46,000	\$123,000
Northern Marianas	\$47,000	\$2,000	\$51,000	\$100,000
Virgin Islands	\$59,000	\$3,000	\$38,000	\$100,000
Grand Total	\$39,000	\$950,000	\$38,000	\$30,642,000
Granu Total		amount for 604(b) grants at \$		\$30,642,000

\*Section 604(b) of the CWA sets the annual minimum amount for 604(b) grants at \$100,000. These amounts include the additional funds needed to meet this statutory floor when the sum of 1% of all CWSRF BIL and Base allotments is less than \$100,000.