

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

WASHINGTON, D.C. 20460

OFFICE OF WATER

MEMORANDUM

SUBJECT: Reallotment of FY 2019 ASADRA SRF Funds

FROM: Anita Thompkins, Director

Drinking Water Protection Division

Office of Ground Water and Drinking Water

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Water Infrastructure Division
Office of Wastewater Management

TO: SRF Branch Chiefs

Regions 4, 9, and 10

This memorandum announces the availability of reallotted federal fiscal year (FY) 2019 special appropriation Drinking Water State Revolving Fund (DWSRF) dollars. These funds originated from the Additional Supplemental Appropriations for Disaster Relief Act, 2019 (ASADRA) (P.L. 116-20). Note that a Congressionally directed rescission could lower these amounts.

The Environmental Protection Agency (EPA) section of ASADRA included \$349.4 million in supplemental funding for the State Revolving Fund (SRF) programs: \$53.3 million for Clean Water State Revolving Fund (CWSRF) and \$296.1 million for DWSRF, available only to certain states or territories in EPA Regions 4, 9, and 10 for wastewater treatment works and drinking water facilities impacted by Hurricanes Florence and Michael, Typhoon Yutu, and calendar year 2018 wildfires and earthquakes. The States of Alabama, Alaska, California, Georgia, Florida, North Carolina, South Carolina, and the Territory of the Northern Mariana Islands were eligible to apply for those supplemental funds.

In July 2020, the State of Alaska declined its \$376,000 and \$26,272,000 ASADRA CWSRF and DWSRF allotments, respectively. By law, EPA must reallot unobligated funds after the second fiscal year of availability. This follows the process explained in our September 11, 2020 memorandum, "State Revolving Fund Capitalization Grant Reallotment Procedure."

To be eligible for reallotted CWSRF funds, states must receive their full CWSRF allotment within the **first year** of availability, per the directive in the Clean Water Act. To be eligible for reallotted DWSRF funds, states must receive their full DWSRF allotment within the **first two years** of availability, per the

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¹ 33 USC §1384(c)(2)

Safe Drinking Water Act.² No ASADRA-eligible state received their CWSRF allotment in the first federal fiscal year of availability. Therefore, EPA lacks the authority to reallot Alaska's \$376,000 in ASADRA CWSRF funds. EPA will only reallot Alaska's \$26,272,000 ASADRA DWSRF funds to the remaining ASADRA-eligible states. The Northern Mariana Islands will not receive additional funds because the ASADRA statute enumerated a specific allotment for that Territory.

Attachment A lists the state allotments. Eligible entities have until September 30, 2021 to apply for and receive their portion of the reallotted funds. Any available funds remaining unawarded after that date will be included in the next year's reallotment calculation.

These reallotted funds carry all program requirements and authorities associated with the FY 2019 ASADRA appropriation. Regions and states should review the October 23, 2019 memorandum "Award of State Revolving Funds Appropriated by the Additional Supplemental Appropriations for Disaster Relief Act, 2019" and its attachments to determine the appropriate terms and conditions. Attachment B shows the state-by-state mandatory additional subsidy amounts.

Please see the abovementioned September 2020 memorandum for details about mechanisms Regions may use to award the funds and expectations for binding commitments and disbursements.

If you have questions, please contact Nick Chamberlain, DWSRF Team Lead, at chamberlain.nick@epa.gov.

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² 42 USC 300j-12 (a)(1)(E)

Attachment A

Distribution of Drinking Water SRF Appropriation Reallotment

from "Additional Supplemental Appropriations for Disaster Relief Act, 2019" (ASADRA)

Based on Reallotment of \$26,272,000

State/Territory	DWSRF			
Alabama	\$	86,000		
Alaska		n/a		
California	\$	4,253,000		
Florida	\$	11,088,000		
Georgia	\$	3,409,000		
North Carolina	\$	6,963,000		
Northern Mariana Islands		n/a		
South Carolina	\$	473,000		
TOTALS	\$	26,272,000		

Attachment B

Additional Subsidization Amounts from ASADRA Reallotment

		DWSRF					
State/Territory	N	Minimum	Maximum				
	An	nount that	Amount that				
		must be	may be				
	рі	rovided as	provided as				
	Α	dditional	Additional				
	Su	bsidization	Subsidization				
		(20%)	(30%)				
Alabama	\$	17,200	\$	25,800			
Alaska		n/a		n/a			
California	\$	850,600	\$	1,275,900			
Florida	\$	2,217,600	\$	3,326,400			
Georgia	\$	681,800	\$	1,022,700			
North Carolina	\$	1,392,600	\$	2,088,900			
Northern Mariana Islands		n/a		n/a			
South Carolina	\$	94,600	\$	141,900			