


MEMORANDUM

DATE: JUN 07 2011

TO: Applicants and Interested Parties

FROM: John Madras, Director 
Water Protection Program

SUBJECT: State Fiscal Year 2012 Drinking Water State Revolving Fund Loan Program and Set-Aside Programs Intended Use Plan

The State Fiscal Year 2012 Drinking Water State Revolving Fund (DWSRF) Loan Program and Set-Aside Programs Intended Use Plan (IUP) was adopted by the Safe Drinking Water Commission on May 19, 2011 and is now available at:

<http://dnr.mo.gov/env/wpp/srf/drinkingwater-assistance.htm>. This document briefly describes the loan programs administered by the Missouri Department of Natural Resources, Water Protection Program, and identifies applicants that have requested inclusion in those programs.

Applications submitted by the November 15, 2010 deadline were considered in the competitive review and approval process. Projects were assigned to a Fundable List or the Planning List based upon their priority ranking as described in State regulation. Submittal of the required documents and securing appropriate debt instruments were also used to determine which projects would most likely be ready to proceed to the construction phase. Projects with high priority, complete facility plans, and debt instruments secured were placed highest on the funding lists. The lists are designed to be a dynamic part of the Intended Use Plan. By expediting submittal of the facility plan and securing the appropriate debt instrument, a community's project may move from one list to another during the fiscal year subject to available funds.

Missouri has been informed by the U.S. Environmental Protection Agency that the Green Project Reserve requirement has been carried forward to this funding cycle. Not less than 20 percent of the funds made available under the 2010 and 2011 capitalization grants must be used to address green infrastructure, water or energy efficiency improvements, or other environmentally innovative activities.

Applicants and Interested Parties

Page 2

Therefore, the Department continues to solicit green projects and requests applicants to identify the green components of their projects in order to meet this 20 percent reserve. Applicants are encouraged to contact Department staff early in the planning process to determine the eligibility of green projects (or components).

Missouri is required to match the Federal funds received to operate the DWSRF. Federal funds will be matched by State funds from the proceeds of the sale of State Environmental Improvement and Energy Resources Authority (EI ERA) bonds. Of the EI ERA bonds sold to generate 100 percent of the project costs, an appropriate percentage is clearly identified as State match.

Also included in the IUP, is the State Fiscal Year 2013 Drinking Water State Revolving Fund (DWSRF) application. The DWSRF application must be received by November 15, 2011 in order to be considered for placement in next year's IUP.

Please note that the amount of the Federal Fiscal Year (FFY) 2011 capitalization grant is only an estimate. At the time the Intended Use Plan was adopted, the states allotment of the Federal Fiscal Year 2011 DWSRF appropriation was not known.

Should you have any questions or need additional assistance, please call 573-751-1192 or Department of Natural Resources, Water Protection Program, Financial Assistance Center, P.O. Box 176, Jefferson City, MO 65102-0176. Thank you.

JM/dgm