



State Revolving Funds and the Bipartisan Infrastructure Law

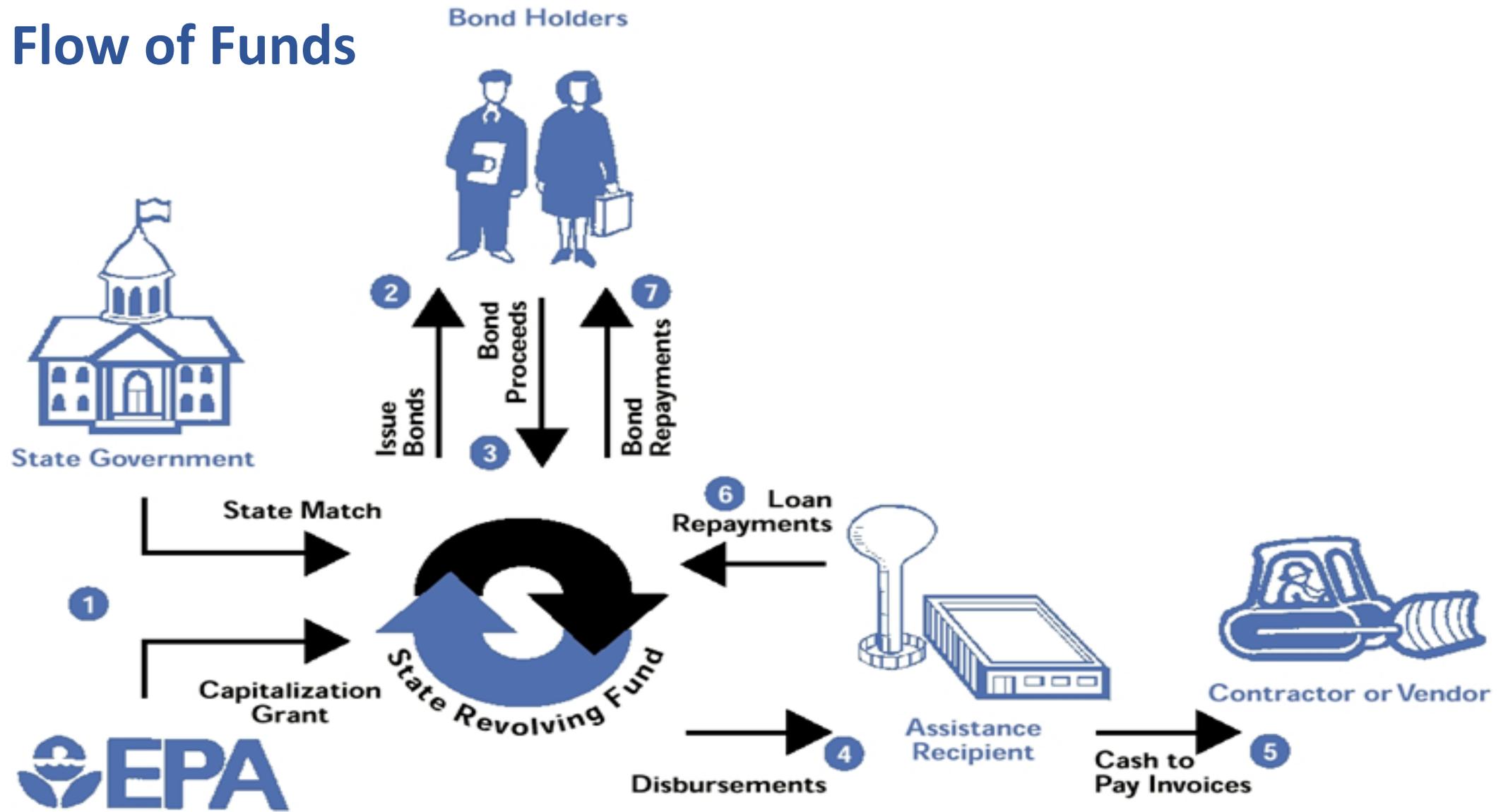
Summary

- State Revolving Funds (SRFs) Overview
- Bipartisan Infrastructure Law (BIL)

State Revolving Funds: Overview

- **Federal/state partnerships** designed to create, in each state, a lasting source of financing for drinking water and wastewater infrastructure.
- **Mission:** Reduce the cost of critical public health and environmental infrastructure.
- **Combines federal and state funds** to provide low-cost financing to drinking water and wastewater systems.
- **EPA's role:** EPA determines the amount that each state receives and distributes an annual amount to each states. EPA also provides grant terms and conditions, guidance, and program oversight.
- **State's role:** States accept applications, score and rank projects, and select projects for funding. States are required to match 20% of EPA's annual contribution. The BIL reduced or removed this requirement to make it easier for the state to access the federal funds.
- **Flexible funding and financing:** States provide below market loans, forgiveness of principal/grants, terms of the loans (usually 20-40 years)

SRF Flow of Funds



What Type of Projects Can Be Funded by the SRF?

EPA Eligibility Guide: [Clean Water State Revolving Fund \(CWSRF\) | US EPA](#)

- Construction of publicly owned treatment works
- Nonpoint source.
- National estuary program projects
- Decentralized wastewater treatment systems
- Stormwater
- Water conservation, efficiency, and reuse
- Watershed pilot projects
- Energy efficiency
- Water reuse
- Security measures at publicly owned treatment works
- Technical assistance

What Type of Projects Can Be Funded by the SRF?

EPA Eligibility Guide: [Drinking Water State Revolving Fund \(DWSRF\) | US EPA](#)

- **Treatment:** Projects to install or upgrade facilities to improve drinking water quality to comply with SDWA regulations
- **Transmission and distribution:** Rehabilitation, replacement, or installation of pipes to improve water pressure to safe levels or to prevent contamination caused by leaky or broken pipes
- **Source:** Rehabilitation of wells or development of eligible sources to replace contaminated sources
- **Storage:** Installation or upgrade of finished water storage tanks to prevent microbiological contamination from entering the distribution system
- **Consolidation:** Interconnecting two or more water systems
- **Creation of new systems:** Construct a new system to serve homes with contaminated individual wells or consolidate existing systems into a new regional water system

Bipartisan Infrastructure Law (BIL)

- Signed by President Biden on November 15, 2021
- Historic investment in key programs and initiatives implemented by the U.S. Environmental Protection Agency to build safer, healthier, cleaner communities
- Includes \$50 billion to the EPA to strengthen the nation's drinking water and wastewater systems – the single largest investment in water that the federal government has ever made
- Approximately \$43.4B of this funding through the existing Clean Water and Drinking Water State Revolving Funds

The Bipartisan Infrastructure Law (BIL)

Public Law No. 117-58

Amendments to
SDWA 1452 and
CWA Title VI

*(the SDWA DWSRF and CWA CWSRF
authorizing sections)*

Significant new
appropriations of
supplemental DWSRF
and CWSRF funds for
5 years

BIL is also referred to as:



Available State Revolving Fund (SRF) Funding in the BIL

Appropriation	FY 2022 (\$)	FY 2023 (\$)	FY 2024 (\$)	FY 2025 (\$)	FY 2026 (\$)	Five Year Total (\$)
CWSRF General Supplemental	1,902,000,000	2,202,000,000	2,403,000,000	2,603,000,000	2,603,000,000	11,713,000,000
CWSRF Emerging Contaminants	100,000,000	225,000,000	225,000,000	225,000,000	225,000,000	1,000,000,000
DWSRF General Supplemental	1,902,000,000	2,202,000,000	2,403,000,000	2,603,000,000	2,603,000,000	11,713,000,000
DWSRF Emerging Contaminants	800,000,000	800,000,000	800,000,000	800,000,000	800,000,000	4,000,000,000
DWSRF Lead Service Line Replacement	3,000,000,000	3,000,000,000	3,000,000,000	3,000,000,000	3,000,000,000	15,000,000,000