

**08/19/2025 BOARD MEETING – ITEM #2  
CHANGE SHEET #2 (CIRCULATED 08/XX/2025)**

The following changes are proposed to the August 13, 2025, Drinking Water State Revolving Fund (DWSRF) Intended Use Plan (IUP) for State Fiscal Year (SFY) 2025-26. Text with blue underline is an addition to existing language while text with ~~strike through~~ indicates the removal of the language from the August 13, 2025 draft of the DWSRF IUP.

**Change 1:  
Cover Page**

**~~DRAFT~~ INTENDED USE PLAN**

**Change 2:  
Executive Summary, Section A.**

- A tiered grant/PF project cap, regardless of cost per connection, is proposed for systems/projects with 200 or less connections. The project caps range from ~~\$3~~\$5 million for projects with less than 21 connections to ~~\$14~~ \$16 million for projects with greater than 100 and less than 201 connections.
- For projects above 200 connections, the grant/PF cost-per-connection limit is ~~\$70,000~~ \$80,000 for construction assistance and a new grant/PF project cap of \$50 million is included

**Change 3:  
Section V.A.5, updated Deputy Director approvals, Table 13, and FN 26.**

The Deputy Director of DFA may approve:

- Up to a ~~\$80,000~~ \$90,000 per connection for good cause or during the Final Budget Approval (after the project goes out to bid)
- Up to \$120,000 per connection for projects addressing compliance with a mandatory consolidation order or addressing a system with an appointed Administrator or a system in receivership.
- Grant/PF for a project that addresses a system's Failing status or a consolidation project for a MIC or non-DAC for good cause to the extent authorized under federal and state law.
- Up to 20% above the maximum grant/PF limit in Table 13 for good cause for projects with 200 or less connections.

**Table 13. Maximum Grant/PF and Cost Per Connection Construction Limits**

Connections <sup>24</sup>	Maximum Cost per Connection	Maximum Grant/PF
1-20	N/A	<del>\$3,000,000</del> <u>\$5,000,000</u>
21-50		<del>\$7,000,000</del> <u>\$10,000,000</u>
51-100		<del>\$10,000,000</del> <u>\$12,000,000</u>
101-200		<del>\$14,000,000</del> <u>\$16,000,000</u>
≥ 201	<del>\$70,000</del> <sup>26</sup> <u>\$80,000</u> <sup>26</sup>	\$50,000,000

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For projects benefiting 201 residential connections or more, the maximum grant/PF available is ~~\$70,000~~ \$80,000 per connection, not to exceed \$50 million for the total project.

<sup>26</sup> Deputy Director can approve higher cost per connection for good cause or after a project goes to bid up to ~~\$80,000~~ \$90,000 per connection not to exceed \$50 million for the total project cost