The following information reflects substantive changes in the Draft 2019 Drinking Water State Revolving Fund (DWSRF) Intended Use Plan (IUP) from the previous years. Other minor changes have been made that are not included in this document. A complete version of the Draft 2019 DWSRF IUP can be found at http://www.medwp.com.

1. All appropriate sections have been updated to reflect the estimated 2019 Capitalization Grant which is expected to be an amount slightly greater than the 2018 allocation or $11,478,000. This amount will be adjusted to reflect the final approved Capitalization Grant amount.

2. Funding Available for all Construction Projects is estimated at $24,315,792. This amount includes funds from the 2019 Federal Capitalization Grant, 2019 State Match, loan repayments from prior year DWSRF loans and money transferred from the Land Acquisition Fund.

3. For each Capitalization Grant the State must provide documentation, at the time of the Capitalization Grant Application, that at least 20 percent of the total amount of that year’s Grant is available as State Match. The required match for 2019 is estimated at $2,295,600. The DWSRF State Match is expected to be available by June 30, 2019 from the Wholesale Liquor Contract.

4. The 2019 DWSRF appropriation is expected to include a proposal that requires a minimum 6% of the 2019 Capitalization Grant to be available for eligible recipient’s, including Disadvantaged Community System’s. Assistance subsidies in the form of principal forgiveness available to eligible Disadvantaged Communities will continue at levels of 20, 40 and 60 percent based on community Medium Household Income and Residential Water User Rates as detailed in Section 8E. The 2019 DRSRF Draft Primary List includes 16 projects with 6 projects meeting the Disadvantaged Community criteria with a total subsidy amount of $2,493,759, or 21.7% of the Capitalization Grant.

5. The 2013-2017 American Community Survey 5-Year Estimates prepared by the U.S. Census Bureau was used to obtain the State-wide Median Household Income (MHI) value which has been updated from the value of $50,826 to $53,024 to reflect the 2013-2017 data.

6. For systems receiving principal forgiveness (Disadvantaged Community PWSs), Federal rules do not allow for the fee to be part of the total loan amount. Twenty five percent of the fee will be added to the first four bond payments.
7. No change is expected from prior year DWSRF funding requirements. All construction project funding must adhere to various federal requirements including Davis-Bacon Wage Rates, DBE Reporting, and American Iron & Steel (AIS) Materials Requirements.