

Massachusetts Clean Water and Drinking Water State Revolving Funds, an Introduction

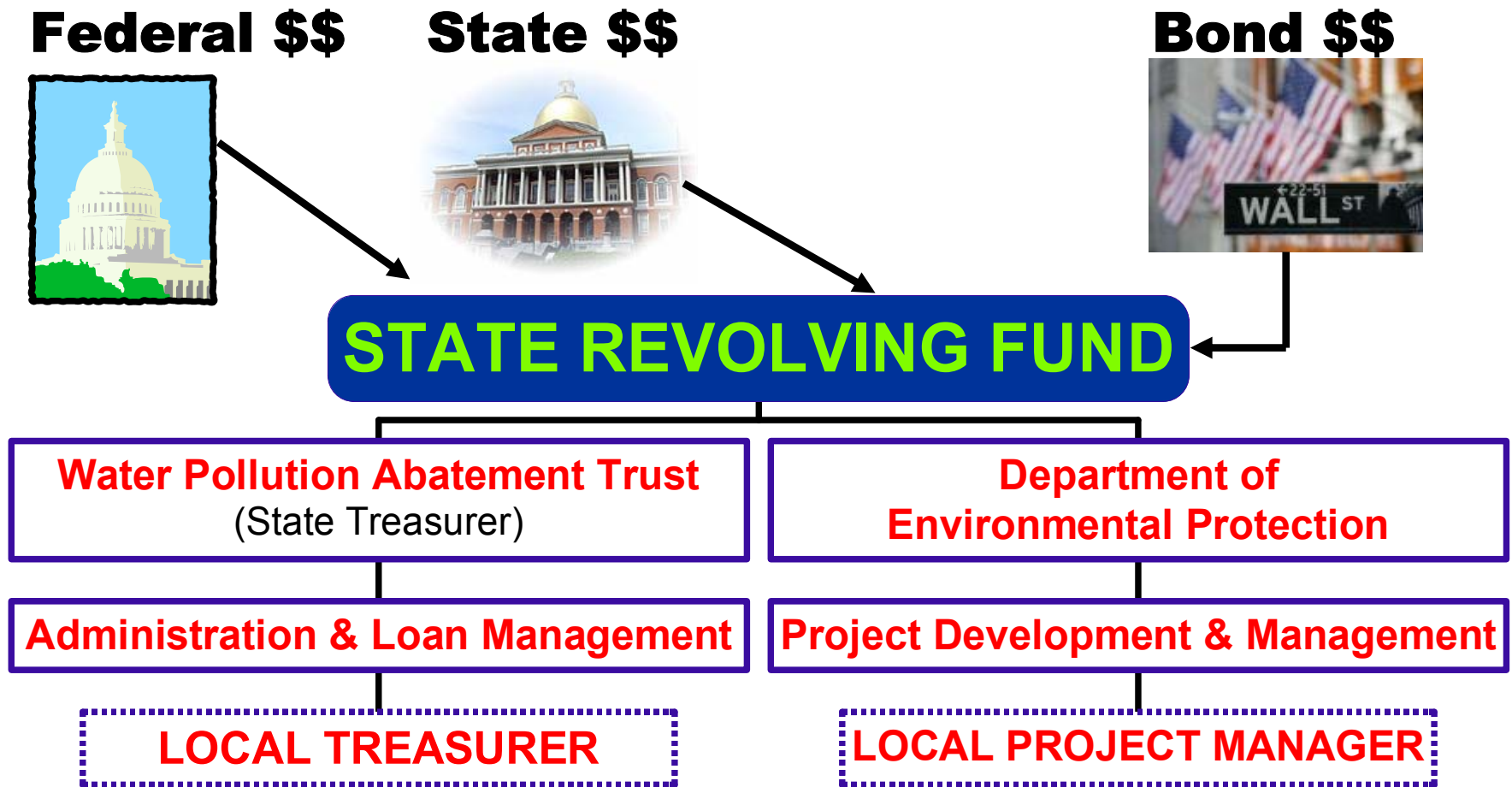


Massachusetts
Department
of
ENVIRONMENTAL
PROTECTION

**Hyannis, Mass
April 27, 2007**

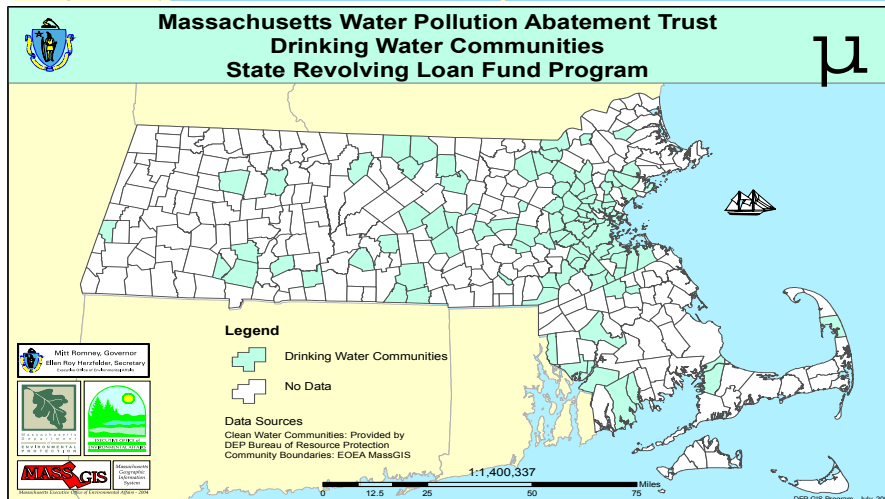
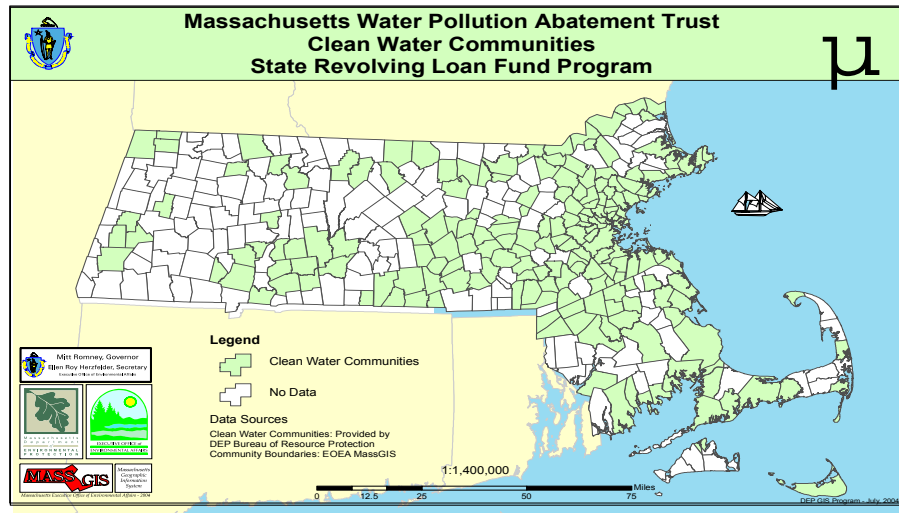


SRF Background: Intergovernmental Partnership





SRF Background: Statewide Success



- 1,070+ Loans made
- \$4.6 billion lent
- 271 of 351 Mass. Cities and Towns are MPAT/SRF Borrowers
- 97% of Mass. Population is served by WPAT



SRF Programs: Clean Water SRF Loan

- Eligible Borrower: Local Government Unit
- 2% Interest Rate
- Up to 30 year loan term
- Eligible Projects
 - Wastewater Treatment Projects
 - Infiltration Inflow Projects
 - Collection System Projects
 - Nonpoint Source Projects



Clean Water SRF Loan Title 5 (CSMP)

- Eligible Borrower: Local Government Unit
- 0% Interest Rate
- Up to 20 year loan term
- LGU loans \$\$ to private parties
 - Secured by local property tax betterment
 - Up to 5% interest rate to borrower
- Eligible Projects
 - Septic System Repair
 - Sewer System Tie-ins (provided system failure)



SRF Programs: Drinking Water SRF Loan

- Eligible Borrower: local governmental unit or other community water system
- 2% Interest Rate
- Up to 20 year loan term
- Eligible Projects
 - Projects to address or prevent violations of the public health standards
 - Rehabilitation or development of water sources to replace contaminated sources,
 - Storage facilities, transmission, and distribution pipes
 - Land acquisition, but only if the Department determines that such land is integral to a project



Loan Terms/Fees

	<i>Clean Water</i>	<i>Drinking Water</i>	<i>Interim Loan</i>
Loan Rate	2% (20 years) 2.3% (30 years)	2%	1/2 market (1.76%)
Max. Term	30 years	20 years	1 year
Admin Fee	0.15%	0.15%	0
Effective Loan Rate	2.15%	2.15%	
Origination Fee (one-time)	7.50/\$1000	7.50/\$1000	\$500-\$1,000



Project Application

- 1) Complete Project Evaluation Form – by August 2007
- 2) Intended Use Plan Release – January 2008
- 3) Local Authorization- by June 30, 2008
- 4) Final Application- by October 15, 2008



Project Evaluation Form

- On-Line at
<http://www.mass.gov/dep/water/approvals/surffms.htm#srf>
- Submit to MassDEP



Intended Use Plan

- Transparent Process
 - Criteria On-Line at <http://www.mass.gov/dep/water/approvals/surffms.htm#srf>
- Volume of projects depends on SRF capacity.
- No waiting list
- Release – January 2008



Contacts

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www.state.ma.us/treasury/wpat

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