



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY
WASHINGTON, D.C. 20460

OFFICE OF WATER

May 12, 2022

MEMORANDUM

SUBJECT: FY 2022 DWSRF Base Allotment Availability

FROM: Nick Chamberlain, Acting Associate Branch Chief
Infrastructure Branch
Drinking Water Protection Division
Office of Ground Water and Drinking Water

TO: DWSRF Branch Chiefs & Regional Coordinators
Regions I-X

Federal fiscal year 2022 Drinking Water State Revolving Fund (DWSRF) base allotments from the Consolidated Appropriations Act, 2022 (Pub. L. 117-103) are now available. Together with the funding allocated under the Bipartisan Infrastructure Law (BIL), also referred to as the Infrastructure Investments and Jobs Act (IIJA) (Pub. L. 117-58), over \$6.4 billion will be provided to the DWSRF in fiscal year 2022 to assist states, tribes, and territories with infrastructure projects that help provide safe drinking water to communities across the United States. This represents a nearly six-fold increase in funding to the DWSRF this year. This historic level of funding reinforces the ability of the DWSRF program to address the priorities established in the [BIL Implementation Memorandum of March 8, 2022](#), including increasing investment in disadvantaged communities, building drinking water systems' resilience to all threats, and supporting American workers and domestic manufacturing. BIL funding also specifically and significantly advances the goal of fully removing all lead service lines across America. Learn more about [water infrastructure investments through the BIL](#).

The base allotment amounts reflect the appropriation of \$1,126,088,000 reduced by the funds directed by Congress towards Community Project Funding/Congressionally Directed Spending projects. Therefore, the amount of funds available to the base DWSRF program this year is \$728,321,956. Attached are the allotments and required additional subsidy amounts. The Green Project Reserve continues to be optional for state DWSRF programs. Programmatic terms and conditions will be sent to the Regions in the coming weeks.

General information on the SRF programs can be found at: <https://www.epa.gov/cwsrf> and <https://www.epa.gov/dwsrf>. Per the Safe Drinking Water Act, states must provide at least a 20 percent match to the capitalization grant amount.

2022 Base Additional Subsidy Provisions

Two distinct and additive subsidy authorities are included in the base 2022 capitalization grant.

1) Congressional Additional Subsidy Authority

Under this authority, states may provide this subsidy to *any DWSRF-eligible recipient*. States must use 14 percent of the funds made available in the base 2022 DWSRF capitalization grant to provide additional subsidization to eligible recipients in the form of forgiveness of principal, negative interest loans, or grants (or any combination of these) to be used:

- where such funds are provided as initial financing for an eligible recipient or to buy, refinance, or restructure the debt obligations of eligible recipients only where such debt was incurred after March 15, 2022, or
- where such debt was incurred prior to March 15, 2022, if
 - the state, with concurrence from the EPA Region, determines that such funds could be used to help address a threat to public health from heightened exposure to lead in drinking water, or
 - a federal or state emergency declaration has been issued due to a threat to public health from heightened exposure to lead in a municipal drinking water supply before March 15, 2022.

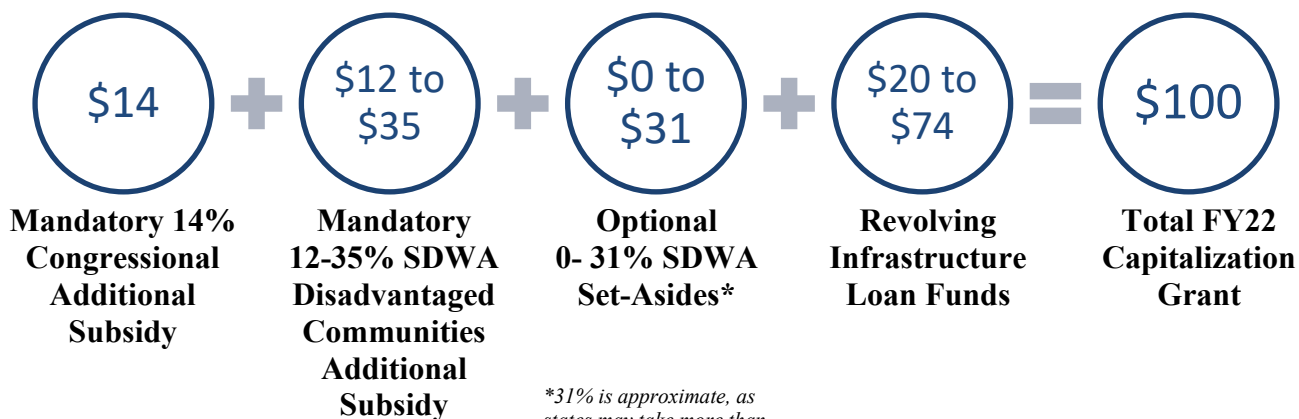
In a state in which such an emergency declaration has been issued, the state may use more than 14 percent of the 2022 capitalization grant for additional subsidy to recipients who are subject to the emergency declaration. In this case, the additional subsidy ceiling is the total capitalization grant amount, minus set-asides taken.

2) Safe Drinking Water Act Disadvantaged Community Additional Subsidy Authority

As amended by the Bipartisan Infrastructure Law (BIL) (Pub. L. 117-58), the SDWA mandates that states use at least 12 percent but no more than 35 percent of the capitalization grant amount for additional subsidy for *state-defined disadvantaged communities*. Additional subsidy provided from this authority may be in the form of forgiveness of principal, grants, negative interest loans, other loan forgiveness, and through buying, refinancing, or restructuring debt.

For a visual representation of these two mandatory yet distinct subsidy authorities, along with set-asides and the revolving loan portion, see Diagram 1 below.

Diagram 1: Example \$100 FY 2022 Base Capitalization Grant



**31% is approximate, as states may take more than 4% for Administration purposes.*

If you have questions, contact Nick Chamberlain at Chamberlain.Nick@epa.gov.

Attachments

Cc:

Anita Thompkins, Director, Drinking Water Protection Division

Cindy Simbanin, Deputy Director, Drinking Water Protection Division

Ron Bergman, Associate Director, Drinking Water Protection Division

FY 2022 Distribution of Drinking Water SRF Appropriation

2022 Base DWSRF Allotment of \$728,321,956 based on 2015 DWINSA Results

Based on Appropriation of \$1,126,088,000 less \$397,766,044 for Congressionally Directed Spending Projects

State	DWSRF Allotment		State	DWSRF Allotment	
	Capitalization Grant	% of Funds Available to States		Capitalization Grant	% of Funds Available to States
Alabama	\$15,106,000	2.16%	New Jersey	\$11,960,000	1.71%
Alaska	\$7,008,000	1.00%	New Mexico	\$7,008,000	1.00%
Arizona	\$12,603,000	1.80%	New York	\$28,618,000	4.08%
Arkansas	\$10,543,000	1.50%	North Carolina	\$21,520,000	3.07%
California	\$61,819,000	8.82%	North Dakota	\$7,008,000	1.00%
Colorado	\$13,846,000	1.98%	Ohio	\$17,624,000	2.51%
Connecticut	\$7,008,000	1.00%	Oklahoma	\$9,935,000	1.42%
Delaware	\$7,008,000	1.00%	Oregon	\$9,220,000	1.32%
Florida	\$27,585,000	3.94%	Pennsylvania	\$21,577,000	3.08%
Georgia	\$16,513,000	2.36%	Puerto Rico	\$7,008,000	1.00%
Hawaii	\$7,008,000	1.00%	Rhode Island	\$7,008,000	1.00%
Idaho	\$7,008,000	1.00%	South Carolina	\$9,075,000	1.30%
Illinois	\$26,439,000	3.77%	South Dakota	\$7,008,000	1.00%
Indiana	\$10,711,000	1.53%	Tennessee	\$12,172,000	1.74%
Iowa	\$11,101,000	1.58%	Texas	\$54,911,000	7.84%
Kansas	\$8,130,000	1.16%	Utah	\$7,008,000	1.00%
Kentucky	\$11,547,000	1.65%	Vermont	\$7,008,000	1.00%
Louisiana	\$10,489,000	1.50%	Virginia	\$11,434,000	1.63%
Maine	\$7,008,000	1.00%	Washington	\$15,655,000	2.23%
Maryland	\$12,837,000	1.83%	West Virginia	\$7,008,000	1.00%
Massachusetts	\$16,260,000	2.32%	Wisconsin	\$11,943,000	1.70%
Michigan	\$17,202,000	2.45%	Wyoming	\$7,008,000	1.00%
Minnesota	\$10,697,000	1.53%			
Mississippi	\$7,544,000	1.08%	District of Columbia	\$7,008,000	1.00%
Missouri	\$12,354,000	1.76%	American Samoa*	\$2,640,000	0.38%
Montana	\$7,008,000	1.00%	Guam*	\$2,454,000	0.35%
Nebraska	\$7,008,000	1.00%	Northern Marianas*	\$2,066,000	0.29%
Nevada	\$8,123,000	1.16%	Virgin Islands*	\$3,351,000	0.48%
New Hampshire	\$7,008,000	1.00%			
Total Funds Available to States			\$	700,756,000	
<u>National Set-Asides</u>					
Tribal Set-Aside **				\$14,566,000	
Monitoring for Unregulated Contaminants				\$12,000,000	
National American Iron & Steel Administrative Set-Aside				\$999,956	
Total SRF Appropriation			\$	728,321,956	

* Congress changed the percentage of total funds for the Virgin Islands, American Samoa, Guam, and the Commonwealth of the Northern Mariana Islands to 1.5% in the FY 2010 appropriations law. This language carries forward in subsequent appropriations.

** Congress changed the annual percentage for the national Tribal set-aside to "2% of the funds appropriated, or \$20M, whichever is greater," in the FY 2016 appropriations law. This language carries forward in subsequent appropriations. This is an annual calculation based upon all capitalization grants appropriated by Congress that fiscal year.

**Distribution of Drinking Water Infrastructure Grants
Tribal Set-Aside (DWIG TSA) Funds**

FY 2022 Base

Based on DWSRF Appropriation of **\$728,321,956**
Portion for the DWIG TSA Program: **\$ 14,566,000**

Region	Allotment
Region 1	\$302,000
Region 2	\$789,000
Region 3	\$292,000
Region 4	\$377,000
Region 5	\$757,000
Region 6	\$1,352,000
Region 7	\$494,000
Region 8	\$1,864,000
Region 9 (incl Navajo)	\$4,536,000
Region 10 (incl ANVs)	\$3,803,000
TOTAL:	\$14,566,000

Attachment B

DWSRF FY 2022 Base Congressional Additional Subsidization Amounts as Authorized by the 2022 Base Appropriation <i>Eligible Recipient: Any DWSRF-Eligible Recipient</i> Based on Appropriation of \$728,321,956				
State	Amount that <i>must</i> be provided as subsidization under this authority (14%)		State	Amount that <i>must</i> be provided as subsidization under this authority (14%)
Alabama	\$ 2,114,840		Nevada	\$ 1,137,220
Alaska	\$ 981,120		New Hampshire	\$ 981,120
Arizona	\$ 1,764,420		New Jersey	\$ 1,674,400
Arkansas	\$ 1,476,020		New Mexico	\$ 981,120
California	\$ 8,654,660		New York	\$ 4,006,520
Colorado	\$ 1,938,440		North Carolina	\$ 3,012,800
Connecticut	\$ 981,120		North Dakota	\$ 981,120
Delaware	\$ 981,120		Ohio	\$ 2,467,360
Florida	\$ 3,861,900		Oklahoma	\$ 1,390,900
Georgia	\$ 2,311,820		Oregon	\$ 1,290,800
Hawaii	\$ 981,120		Pennsylvania	\$ 3,020,780
Idaho	\$ 981,120		Puerto Rico	\$ 981,120
Illinois	\$ 3,701,460		Rhode Island	\$ 981,120
Indiana	\$ 1,499,540		South Carolina	\$ 1,270,500
Iowa	\$ 1,554,140		South Dakota	\$ 981,120
Kansas	\$ 1,138,200		Tennessee	\$ 1,704,080
Kentucky	\$ 1,616,580		Texas	\$ 7,687,540
Louisiana	\$ 1,468,460		Utah	\$ 981,120
Maine	\$ 981,120		Vermont	\$ 981,120
Maryland	\$ 1,797,180		Virginia	\$ 1,600,760
Massachusetts	\$ 2,276,400		Washington	\$ 2,191,700
Michigan	\$ 2,408,280		West Virginia	\$ 981,120
Minnesota	\$ 1,497,580		Wisconsin	\$ 1,672,020
Mississippi	\$ 1,056,160		Wyoming	\$ 981,120
Missouri	\$ 1,729,560			
Montana	\$ 981,120			
Nebraska	\$ 981,120			

DWSRF FY 2022 Base

SDWA Disadvantaged Community Subsidization Amounts

as Authorized by the SDWA

Eligible Recipients: Disadvantaged Communities

Based on Appropriation of \$728,321,956

State	Minimum amount that <i>must be provided</i> as subsidization under this authority (12%)	Maximum amount that <i>may be provided</i> as subsidization under this authority (35%)	State	Minimum amount that <i>must be provided</i> as subsidization under this authority (12%)	Maximum amount that <i>may be provided</i> as subsidization under this authority (35%)
Alabama	\$ 1,812,720	\$ 5,287,100	Nevada	\$ 974,760	\$ 2,843,050
Alaska	\$ 840,960	\$ 2,452,800	New Hampshire	\$ 840,960	\$ 2,452,800
Arizona	\$ 1,512,360	\$ 4,411,050	New Jersey	\$ 1,435,200	\$ 4,186,000
Arkansas	\$ 1,265,160	\$ 3,690,050	New Mexico	\$ 840,960	\$ 2,452,800
California	\$ 7,418,280	\$ 21,636,650	New York	\$ 3,434,160	\$ 10,016,300
Colorado	\$ 1,661,520	\$ 4,846,100	North Carolina	\$ 2,582,400	\$ 7,532,000
Connecticut	\$ 840,960	\$ 2,452,800	North Dakota	\$ 840,960	\$ 2,452,800
Delaware	\$ 840,960	\$ 2,452,800	Ohio	\$ 2,114,880	\$ 6,168,400
Florida	\$ 3,310,200	\$ 9,654,750	Oklahoma	\$ 1,192,200	\$ 3,477,250
Georgia	\$ 1,981,560	\$ 5,779,550	Oregon	\$ 1,106,400	\$ 3,227,000
Hawaii	\$ 840,960	\$ 2,452,800	Pennsylvania	\$ 2,589,240	\$ 7,551,950
Idaho	\$ 840,960	\$ 2,452,800	Puerto Rico	\$ 840,960	\$ 2,452,800
Illinois	\$ 3,172,680	\$ 9,253,650	Rhode Island	\$ 840,960	\$ 2,452,800
Indiana	\$ 1,285,320	\$ 3,748,850	South Carolina	\$ 1,089,000	\$ 3,176,250
Iowa	\$ 1,332,120	\$ 3,885,350	South Dakota	\$ 840,960	\$ 2,452,800
Kansas	\$ 975,600	\$ 2,845,500	Tennessee	\$ 1,460,640	\$ 4,260,200
Kentucky	\$ 1,385,640	\$ 4,041,450	Texas	\$ 6,589,320	\$ 19,218,850
Louisiana	\$ 1,258,680	\$ 3,671,150	Utah	\$ 840,960	\$ 2,452,800
Maine	\$ 840,960	\$ 2,452,800	Vermont	\$ 840,960	\$ 2,452,800
Maryland	\$ 1,540,440	\$ 4,492,950	Virginia	\$ 1,372,080	\$ 4,001,900
Massachusetts	\$ 1,951,200	\$ 5,691,000	Washington	\$ 1,878,600	\$ 5,479,250
Michigan	\$ 2,064,240	\$ 6,020,700	West Virginia	\$ 840,960	\$ 2,452,800
Minnesota	\$ 1,283,640	\$ 3,743,950	Wisconsin	\$ 1,433,160	\$ 4,180,050
Mississippi	\$ 905,280	\$ 2,640,400	Wyoming	\$ 840,960	\$ 2,452,800
Missouri	\$ 1,482,480	\$ 4,323,900			
Montana	\$ 840,960	\$ 2,452,800			
Nebraska	\$ 840,960	\$ 2,452,800			