

State Revolving Fund - IEPA Update

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Agenda

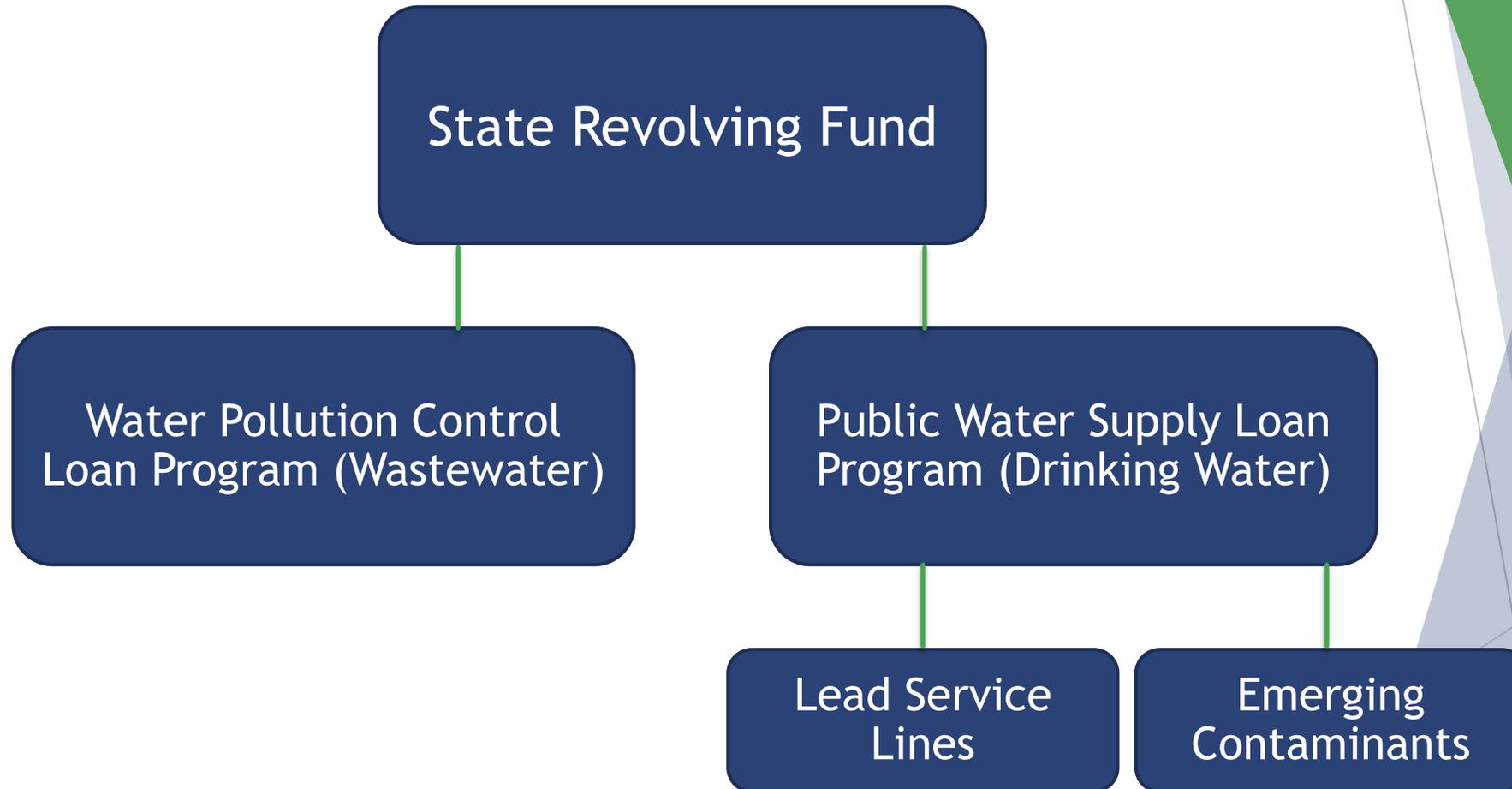


SRF Loan Program Overview

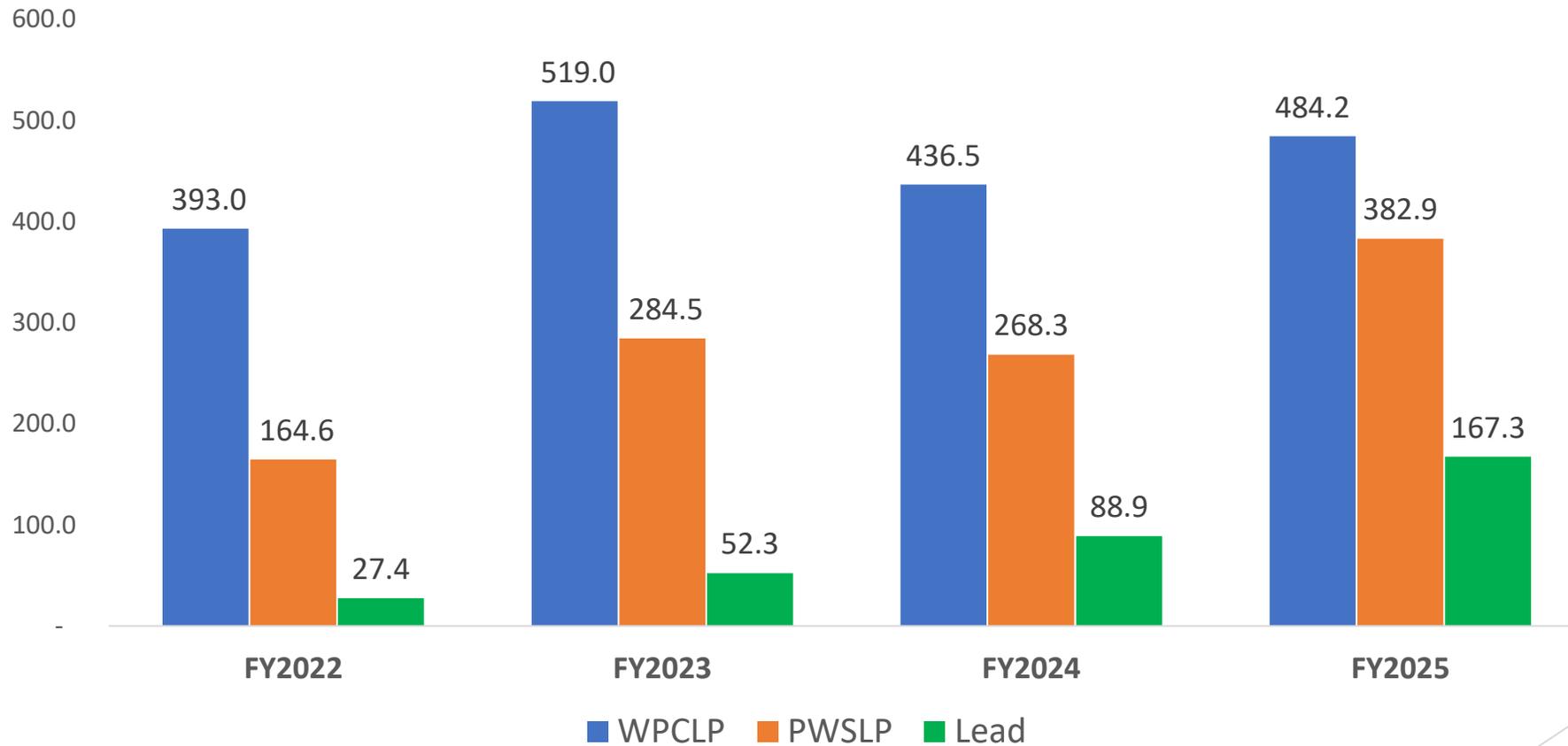
Application Process

Grant Programs

State Revolving Fund (SRF)



SRF Funding Capacity



Loan Program Funding Capacity for FY2026 (July 1, 2025, to June 30, 2026)

Program	Funding Capacity FY25	Funding Source
WPCLP	\$583 million	Federal/State
PWSLP Regular	\$354 million	Federal/State
Lead Service Line Replacement	\$245 million	Federal
Emerging Contaminants	\$33.5 million	Federal

- **Lead Funding \$245M**
- 49%PF: \$120 million
- 51% Loan (IR = 0.00%): \$125 million

Bipartisan Infrastructure Law (BIL/IIJA) - Illinois Funding

Fiscal Year	Clean Water	Drinking Water	Emerging Contaminants	Lead Service Lines	Total
2021	\$ 80.5	\$ 67.9	\$ 32.7	\$ 107.0	\$ 288.1
2022	\$ 94.3	\$ 63.9	\$ 32.8	\$ 239.7	\$ 430.7
2023	\$ 102.9	\$ 69.8	\$ 33.5	\$ 245.0	\$ 451.1
2024	\$ 111.4	\$ 75.6	\$ 33.5	\$ 245.0	\$ 465.5
2025	\$ 110.2	\$ 92.9	\$ 33.5	\$ 245.0	\$ 481.6
Total	\$ 499.2	\$ 370.0	\$ 166.0	\$ 1,081.7	\$ 2,117.0

Loan Term Updates

PWSLP

- ▶ PWSLP Regular
 - ▶ 30 Years
 - ▶ Disadvantaged Community- 40 Years
- ▶ Lead Service Lines
 - ▶ 30 Years
 - ▶ Disadvantaged Community- 40 Years
 - ▶ 0% Interest Rate

WPCLP

- ▶ Maximum of 30 years.

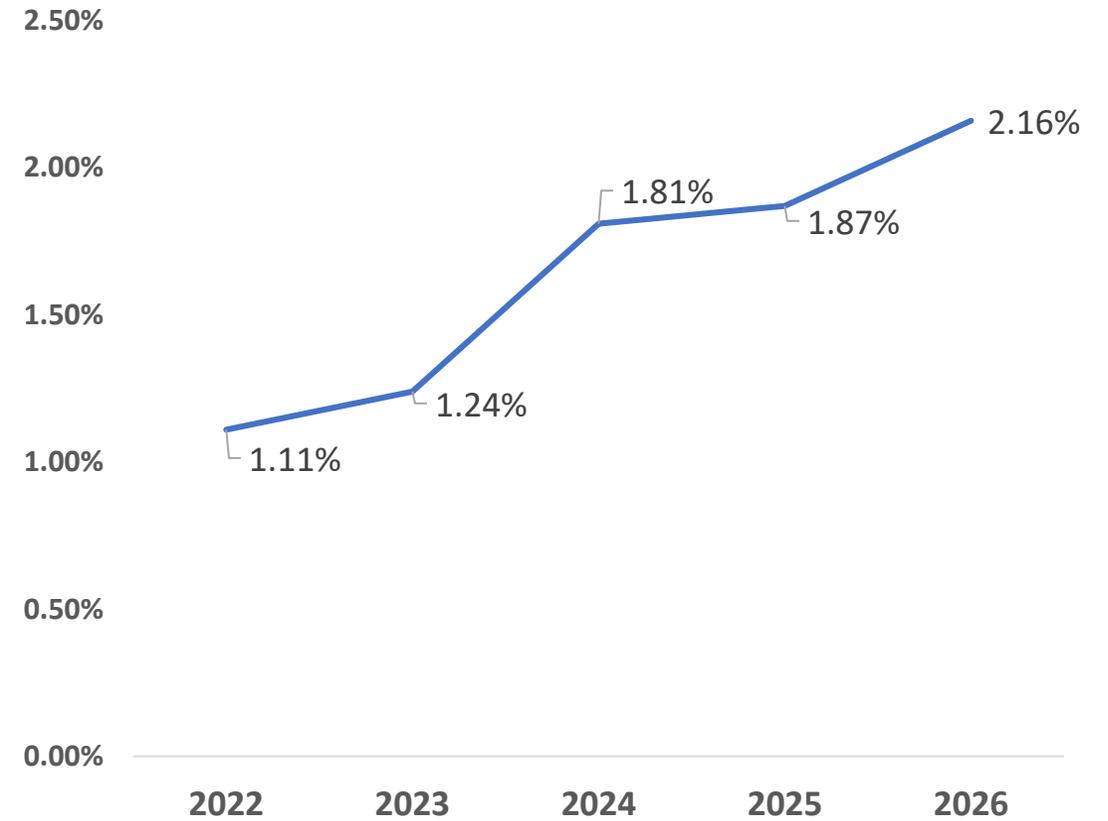
SRF- Interest Rate

▶ FY2026

▶ Base- 2.16%

▶ Small Community- 1.62%

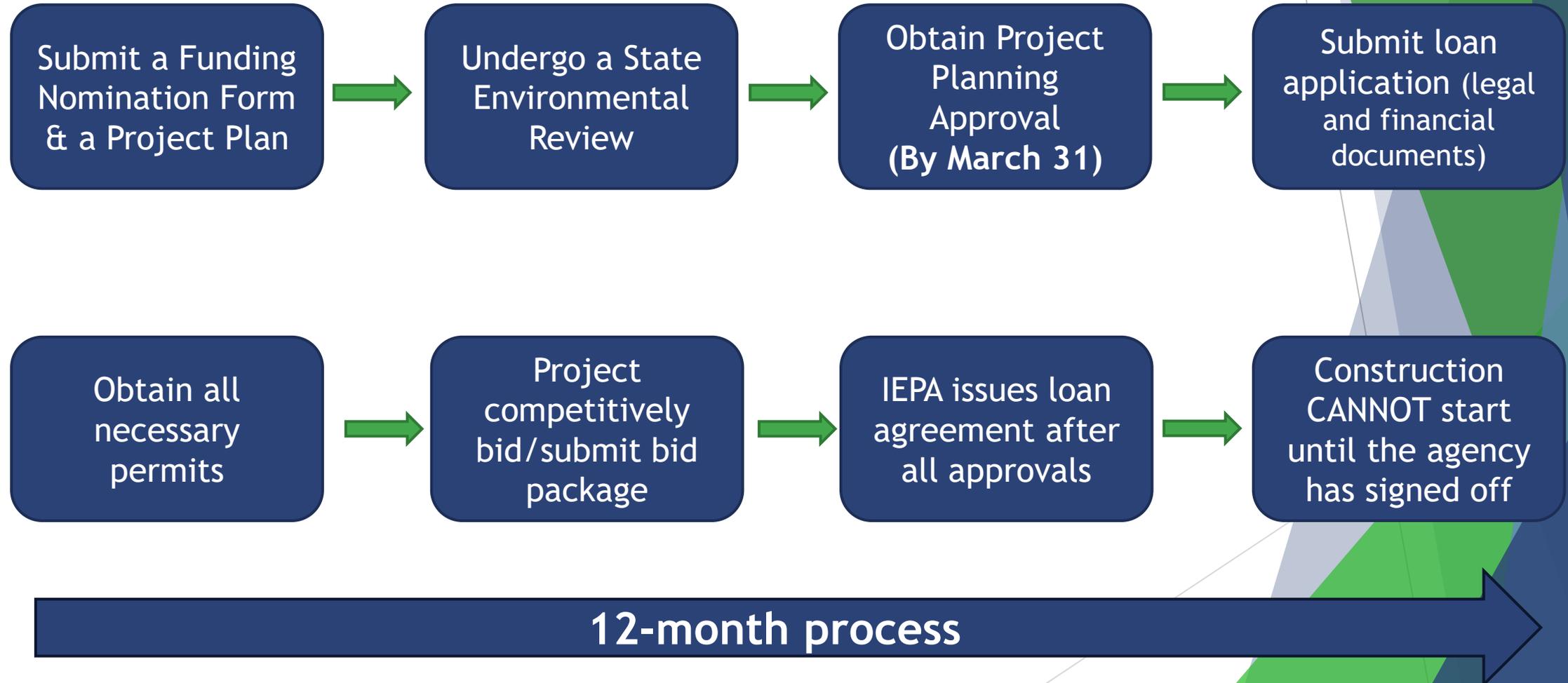
▶ Hardship- 1.00%



Disadvantaged Communities Interest Rates

- ▶ Reduced Interest Rates/Max 40-year loan term (Drinking Water Only)
 - ▶ Small Community Rate - 75% of Base Rate (1.62% in FY2025)
 - ▶ Must have service population less than 25,000 and satisfy one of the three following criteria;
 - ▶ Median Household Income (MHI) less than state average
 - ▶ Unemployment rate greater than state average
 - ▶ Monthly User Charges greater than 1.0% of MHI
 - ▶ Hardship Rate - 1.0% Interest Rate
 - ▶ Must have service population less than 10,000 and satisfy one of the three following criteria;
 - ▶ MHI less than 70% of state average
 - ▶ Unemployment rate 3.0% greater than state average
 - ▶ Monthly User Charges greater than 1.5% of MHI

SRF- Loan Application Process



Lead Service Line Inventory Grant Program



The first purpose of the LSLRNA is to require owners and operators of community water supplies to develop, implement and maintain a comprehensive water service line material inventory and replacement plan.



To assist communities in meeting the inventory requirements, the IEPA provided \$2 million in round 1, \$5 million in round 2, \$3 million available in round 3 and \$6 million in round 4.



Notice of funding opportunity (NOFO) \$20k - \$50k per applicant.



Round 4 applications opened 2/15/24. There is no deadline to apply, the round will stay open until all funds are expended.

- 104 total successful applications; \$4.6M awarded in RD 4.

Questions?

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