

MICHIGAN DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY

Water Infrastructure Funding





Vision

Protect public health and the environment while reducing fiscal burdens on local municipalities and their rate payers.





2018 REPORT CARD FOR MICHIGAN'S INFRASTRUCTURE



























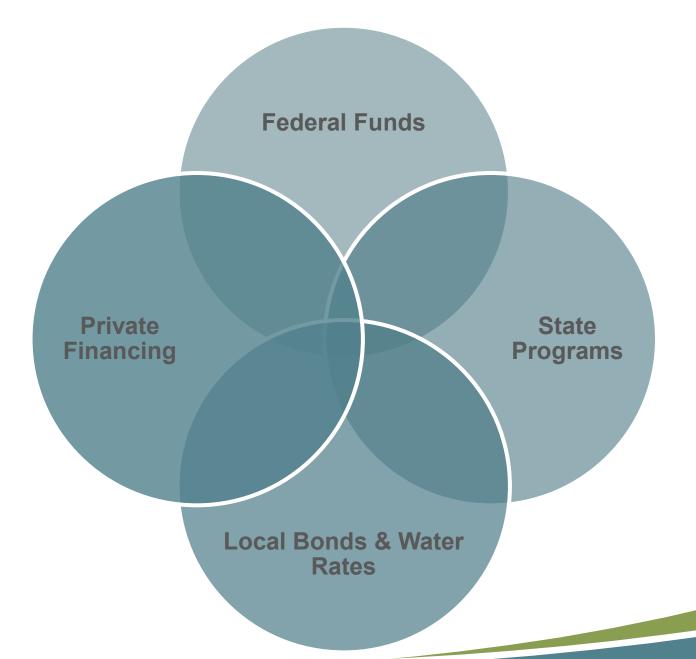


\$800 Million Annual Need





Water Infrastructure Financing Options





Two Existing State Revolving Fund (SRF) Programs Administered By EGLE

Drinking Water

- Program started in 1999
- Michigan receives \$25 \$30 million annually of federal funds
- 20% state match required
- Program can support up to \$100 million of projects
- Over \$1.6 billion in assistance provided to nearly 400 projects

Clean Water

- Program started in 1989
- Michigan receives \$65 \$70 million federal funds annually
- 20% state match required
- Program can support up to \$300 million of projects annually
- Over \$5.9 billion in assistance provided to over 640 projects



SRF Eligible Projects

Drinking Water

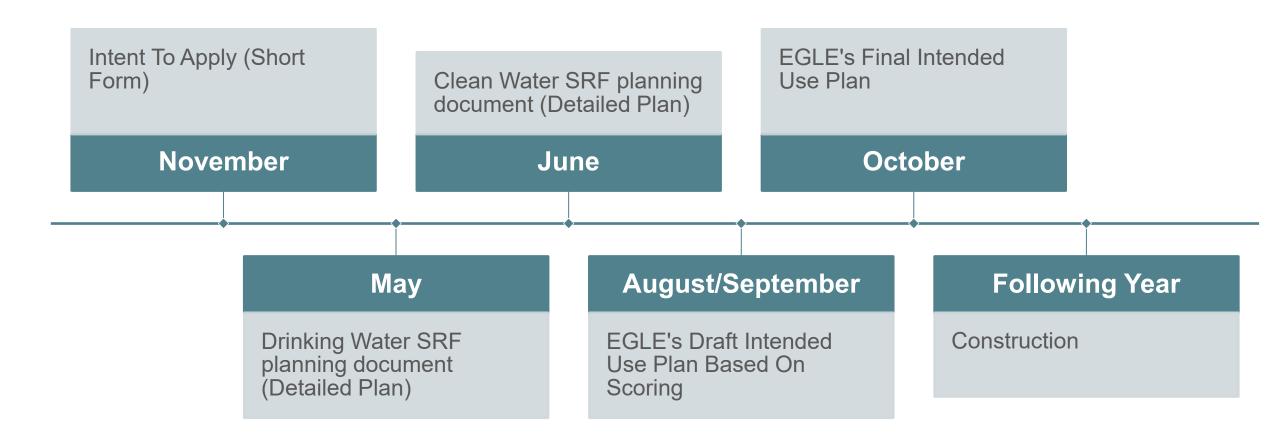
- Intake structures
- Pumping stations
- Storage tanks
- Treatment plants
- Distribution system improvements (pipelines, etc.)
- Water services lines (lead and galvanized)
- Municipal wells

Clean Water

- Wastewater treatment system
- Collection system
- Removal of excessive inflow/infiltration
- Major sewer rehabilitation
- Pump station
- Nonpoint source projects
- Stormwater management



SRF Project Selection Process





SRF Project Prioritization Criteria

Calculation of Various Factors

- Public Health
- Water Quality
- Affordability (Overburdened Status)
- Regionalization
- Resiliency
- Source Water Protection
- Lead Service Line Removal

Project Priority List (PPL) Scoring Data Form						
Please complete the information requested below and indicate the page numbers or appendices in the project plan which verify the information provided. Enter "N/A" if information is not pertinent.						
PROJECT APPLICANT: City of Grand Rapids						
PROJECT LOCATION: Grand Rapids WRRF 1300 Market Ave. SE, Grand Rapids						
1. Water Pollution Severity Data (0 to 500 points)						
page 21-23, 30 1. Pre-project conditions, including wastewater collection/treatment deficiencies and water quality problems currently occurring.						
page 31-34, 39-41 2. Post-project conditions, including proposed facilities and water quality improvements.						
Does the existing facility (or facilities) being upgraded, expanded, or replaced by this project file either surface water or groundwater discharge monitoring reports?						
X YES, Proceed to Section C or NO, Proceed to Section A or B						
NOTE: If a project with either a surface water or groundwater discharge is also causing a nitrate problem in the groundwater (i.e., leaky lagoons), please be sure to complete Item B.5. Projects may receive points for both surface water and groundwater contamination.						
A. Data on Existing Surface Water Discharge						
page N/A 1. Discharge type:						
Continuous						
☐ Seasonal						
☐ Intermittent (if CSO, or SSO, please complete Sections E and F below)						
2. Flow. For facilities that discharge to regional treatment						
plants and do not file surface water discharge monitoring reports, provide the average daily metered flow (identify whether units are MGD or MGY)						
page N/A 3. Identify Receiving Water and Type						
page N/A 4. Location (town, range, and section)						
page N/A 5. Existing Treatment						
☐ Untreated ☐ Secondary ☐ Combined Sewer Overflow ☐ Tertiary						
 Primary (including septic systems with direct surface water discharge) 						
page N/A 6. Existing Disinfection Process:						
None						
Chlorination						
Alternative Technology (specify type)						
B. Data on Existing Groundwater Discharge						
page N/A 1. Discharge Type:						
Continuous						

SRF/SWQIF Project Nos.

SRF Overburdened Communities

- Calculation Of Various Factors
 - Median Household Income
 - Community Taxable Value per Capita
 - System Debt
 - System Operation and Maintenance
- Information available online



MICHIGAN DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY

OVERBURDENED AND SIGNIFICANTLY OVERBURDENED COMMUNITY STATUS DETERMINATION WORKSHEET

The following data is required from each State Revolving Fund (SRF) applicant requesting a determination for overburdened and significantly overburdened community status.

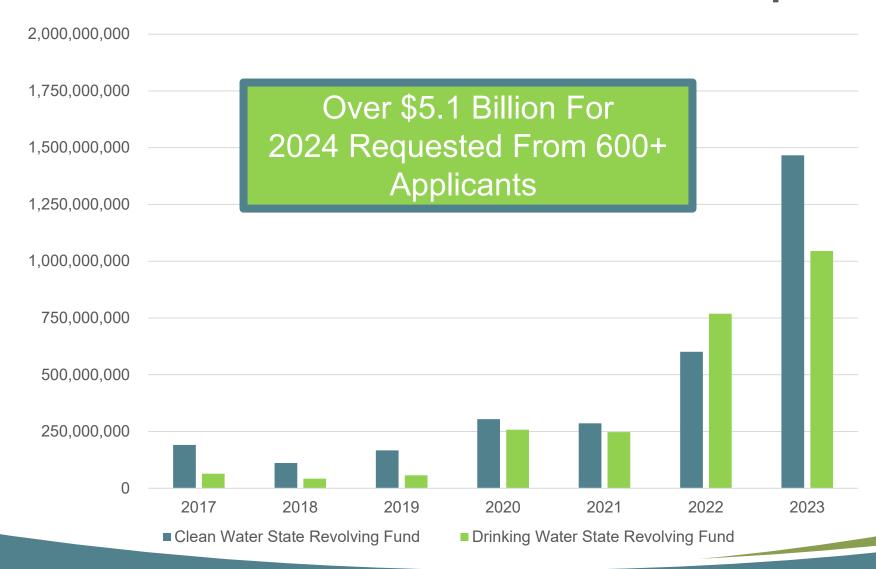
The most recent census and tax data are available in a searchable table on EGLE's <u>State Revolving Fund – Overburdened Community Definition and Scoring Criteria Development</u> webpage along with an excel worksheet to help determine blended Median Annual Household Income (MAHI) and blended taxable value per capita for regional systems. The MAHI and taxable value per capita table will be used to make all FY24 determinations. Applicants are encouraged to visit this page prior to completing this form to see if they qualify based on MAHI (blended MAHI if applicable) or taxable value per capita (blended taxable value per capita if applicable) alone. If so, they only need to fill out lines 1 and 2 of this form, electronically sign it on page 2, and submit.

Alternately, if the applicant's MAHI or blended MAHI is above the state average - \$63,498 for FY24 – they cannot be determined as being overburdened or significantly overburdened for FY24 funding and should not complete or turn in this form.

For applicants whose MAHI or blended MAHI is below \$63,498 but do not automatically qualify based on MAHI or taxable value per capita alone, please complete the entire form and return to:

Mark Conradi conradim@michigan.gov
Name of Applicant
Please check the box indicating which funding source this determination is for:
DWSRF
CWSRF
 Is this a regional system? A regional system refers to any system that serves more than one municipality (cities, townships, and/or villages)
Yes No.

Water Infrastructure Funds Requested





Recent SRF Appropriations

Bill	Fiscal Year	General Fund	Federal	Source of Federal Funding
PA 53 of 2022	2022	\$36,369,900	\$469,728,000	IIJA
PA 53 of 2022	2022	\$0	\$1,265,000,000	ARPA
PA 166 of 2022	2023	\$5,000,000	\$103,171,500	Capitalization Grants
	Subtotal	\$41,369,900	\$1,837,899,500	
Executive Recommendation	2024	\$30,500,000	\$250,000,000	IIJA
Executive Recommendation	2024	\$5,000,000	\$103,326,200	Capitalization Grants
	Grand Total	\$76,869,900	\$2,191,225,700	



Public Act 53 of 2022 Overview (Senate Bill 565)

Includes \$4.7 Billion Of Infrastructure Funding

\$1.9 Billion Will Be Administered By EGLE

3 Funds Included:

- -American Rescue Plan
 - Infrastructure Investment Jobs Act
 - General Fund

15 Times More Than Annual EGLE State Revolving Fund Amount



Funding available to communities from PA 53

Infrastructure Investment and Jobs Act

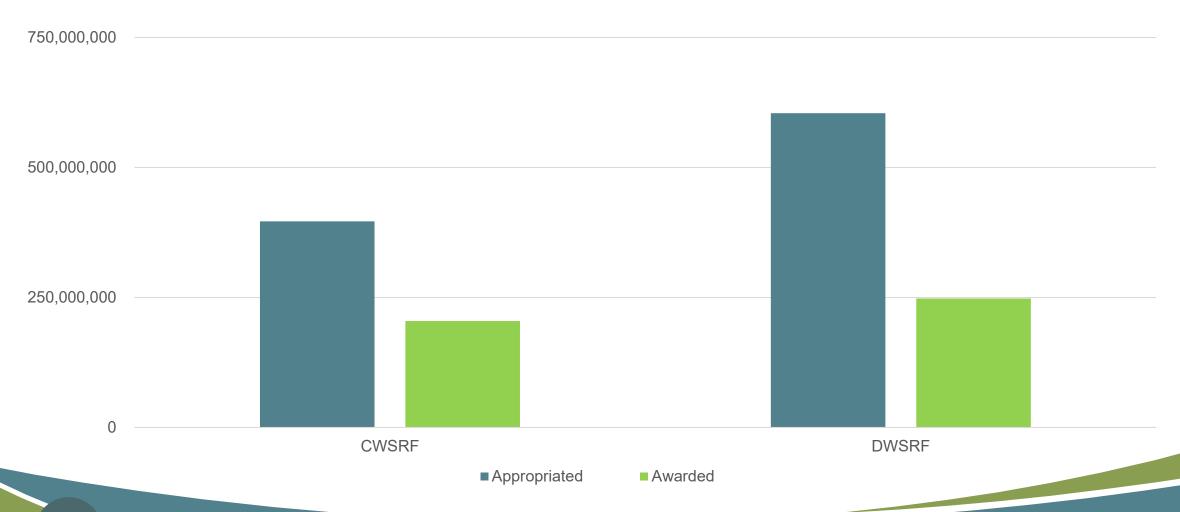
- \$500 million loans and loan forgiveness
- Follows SRF process

American Rescue Plan Act

- \$1 billion grant funding
 - \$600 million drinking water
 - \$400 million clean water
- Submit planning documents in accordance with SRF process



Public Act 53 SRF Grants





Contact Information



For communities that haven't applied or those wanting general information regarding funding opportunities:

Contact Water Infrastructure Funding and Financing staff at 517-284-5433 or EGLE-WIFFS@michigan.gov



Communities that have applied:

Have already been assigned a grant project lead and an engineer.



For questions from legislative offices:

Contact: <u>EGLE-Legislative-Contact@michigan.gov</u>



Lead Service Line Replacement Needs

330,000 known or suspected lead service lines

314,000 additional service lines with unknown material

 EGLE estimates approximately 500,000 total lead service lines will need to be removed



Funding Gap



Estimated total lead service line only replacement cost: \$5 billion

\$

Anticipated Gap: \$3.6 billion that hasn't been allocated or proposed by the state to be filled in by local revenue or future funding proposals

2023 Great Lakes Water Infrastructure Conference September 19 – 21, 2023 **REGISTRATIONS STARTING ON JUNE 1, 2023** NOTIFY ME WHEN REGISTRATION OPENS

September 19-21, 2023 | Kalamazoo, MI

Michigan Department of **Environment, Great Lakes, and Energy**

800-662-9278 Michigan.gov/egle



Follow us at: Michigan.gov/egleConnect

