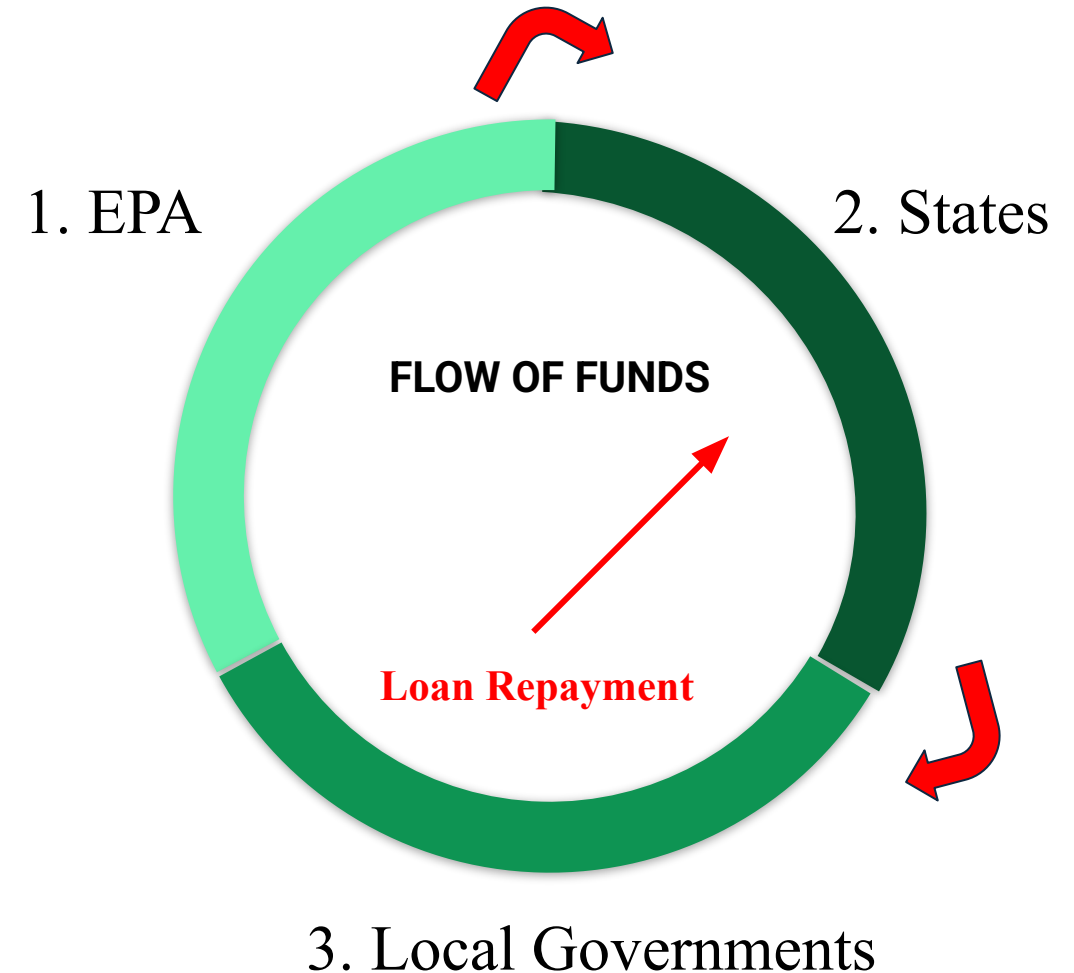




Water and Wastewater Financing through the SRF Programs

- **Drinking Water State Revolving Loan Fund:**
Program provides low-interest loans to local governments and private utilities to plan, design, and build or upgrade drinking water systems.
- **Clean Water State Revolving Loan Fund:**
Provides low-interest loans to local governments to plan, design, and build or upgrade wastewater, stormwater, and nonpoint source pollution prevention projects.





THE UNITED STATES
CONFERENCE OF MAYORS

Breakdown of IIJA Funding for SRF Programs

<u>Clean Water State Revolving Loan Fund (Supplemental)*</u>	\$11.7 Billion
<u>Drinking Water State Revolving Loan Fund (Supplemental)*</u>	\$11.7 Billion
<u>Lead Pipe Replacement (through DWSRF)*</u>	\$15 Billion
<u>Emerging Contaminants (DWSRF and CWSRF)</u>	\$5 Billion



FY 2024 Distribution of Drinking Water State Revolving Funds

State	Base Allotment	General Supplemental (BIL)	Emerging Contaminants (BIL)	Lead Service Lines (BIL)
California	\$50,283,000	\$247,974,000	\$82,428,000	\$28,650,000
Washington	\$10,672,000	\$52,634,000	\$17,495,000	\$28,650,000
Texas	\$37,157,000	\$183,256,000	\$60,914,000	\$28,650,000
New Mexico	\$4,661,000	\$22,985,000	\$7,640,000	\$28,650,000



THE UNITED STATES
CONFERENCE OF MAYORS

Program Name	FY 25 ENACTED	FY 26 REQUEST	DIFFERENCE
<u>OVERALL EPA BUDGET</u>	\$9.14 Billion	\$4.16 Billion	-\$4.98 Billion (54% cut)
<u>Drinking Water State Revolving Loan Fund</u>	\$1.64 Billion	\$150 Million	-\$1.5 Billion (90.5% cut)
<u>Clean Water State Revolving Loan Fund</u>	\$1.13 Billion	\$155 Million	-\$976.1 Billion (87% cut)
<u>Categorical Grants</u>	\$1.1 Billion	\$100.8 Million	-\$1 Billion (91% cut)
<u>WIFIA</u>	\$72.3 Million	\$8 Million	-\$64.3 Million (89% cut)



Key Considerations Ahead

- Funding through the IIJA categories is only available through FY2026 and then expires.
- Government shutdown, a continuing resolution will keep SRF approps at level funding.
- U.S. Census data shows that local governments spent over **\$150.9 billion** on water and wastewater in 2022.
- EPA estimates the need for water infrastructure investments will be over **\$1.2 trillion** over the next 20 years.
- The major drivers of necessary future investment include: inflation, population increase, aging physical infrastructure, and new regulations.