



The State of New Hampshire  
DEPARTMENT OF ENVIRONMENTAL SERVICES

FIS 15 044



Thomas S. Burack, Commissioner

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February 25, 2015

The Honorable Neal M. Kurk, Chairman  
Fiscal Committee of the General Court  
State House  
Concord, NH 03301

*Jattison*  
Approved by Fiscal Committee 4/3/15 Date

Her Excellency, Governor Margaret Wood Hassan  
and the Honorable Council  
State House  
Concord, New Hampshire 03301

**REQUESTED ACTION**

Pursuant to RSA 14:30-a, VI authorize the Department of Environmental Services, to accept and expend federal funds in the amount of \$10,000,000 for the issuance of drinking water system low interest loans effective upon Fiscal Committee and Governor & Council approval through June 30, 2015. 100% Drinking Water State Revolving Fund (Federal). Funding is to be budgeted as follows:

Drinking Water SRF Loan Account  
03-44-441018-4789  
FY 2015

Object Class	Title	Current Budget	Requested Action	Revised Budget
<b>Income</b>				
000-404648	Federal Funds	\$ (10,000,000)	\$ (10,000,000)	\$ (20,000,000)
<b>Expenditures</b>				
301-500833	Loans	\$ 10,000,000	\$ 10,000,000	\$ 20,000,000

**EXPLANATION**

The purpose of this request is to budget additional federal funds in the Drinking Water State Revolving Loan Fund (DWSRF) to provide low interest loans to public water systems for drinking water improvement projects. Federal Capitalization Grants are the source of the funds. The present budgeted amount was estimated to be sufficient for the Fiscal Year; however, an unanticipated increase in disbursement requests has resulted in funds being disbursed at an earlier date than previously anticipated. Currently there is only \$1 million available of the original \$10 million appropriation.

The Honorable Neal Kurk, Chairman  
Fiscal Committee of the General Court, and  
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and the Honorable Council

Page 2 of 2

The size and number of loan requests varies from year to year depending on local budgets and projects of priority. A relatively small project may require a loan for less than \$100,000 whereas larger drinking water improvement projects cost \$3,000,000 or more. At this time there are over 40 active DWSRF projects totaling over \$50,000,000.

It is currently anticipated that the following projects will be requesting approximately \$10 million in disbursements before the end of this fiscal year.

<b>DWSRF Water System Project</b>	<b>Estimated Disbursements</b>
Berlin Water Works	\$250,000
City of Dover	\$100,000
City of Rochester	\$1,250,000
Conway Village Fire District	\$600,000
Copple Crown Village District	\$100,000
Manchester Water Works	\$2,000,000
Merrimack Village District	\$1,100,000
North Conway Water Precinct	\$200,000
Pennichuck East Utility	\$600,000
Pennichuck Water Works	\$500,000
Town of Belmont	\$300,000
Town of Exeter	\$2,100,000
Town of Newmarket	\$800,000
Various Other Small Water Systems	\$100,000

It is anticipated that this action will budget sufficient funds in Class 301 – Loans to process all loan disbursement requests for eligible projects through June 30, 2015.

We respectfully request your approval.



Thomas S. Burack  
Commissioner

**Department of Environmental Services  
Fiscal Situation  
Drinking Water SRF Loan Account  
03-44-44-441018-4789  
FY 2015**

Total Federal Awards	\$ 40,614,100
Less Expenditures thru 6/30/14	8,860,129
Remaining Authorization to Budget	<u>31,753,971</u>
Less Current FY15 Budget Authorization	10,000,000
Total Available for Budgeting	<u>\$ 21,753,971</u>
 REQUESTED ACTION	 <u>10,000,000</u>
 Available to Budget at a Later Date	 <u>\$ 11,753,971</u>

<u>Grant Award Number</u>	<u>Award Amount</u>	<u>Expenses to 6/30/14</u>	<u>Balance</u>
FS991150-10-3	4,955,100	4,381,932	573,168
FS991150-11	9,418,000	2,919,580	6,498,420
FS991150-12	8,975,000	1,558,617	7,416,383
FS991150-13	8,421,000	-	8,421,000
FS991150-14	8,845,000	-	8,845,000
	<u>\$ 40,614,100</u>	<u>\$ 8,860,129</u>	<u>\$ 31,753,971</u>