



The State of New Hampshire
DEPARTMENT OF ENVIRONMENTAL SERVICES



Thomas S. Burack, Commissioner

January 13, 2014

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

REQUESTED ACTION

Authorize the Department of Environmental Services (DES) to award grant aid funds, under the provisions of RSA 486, to the following four entities in the aggregate amount of \$1,748,019 for wastewater facility projects, effective upon Governor and Council approval. 100% General Funds.

Applicant	Vendor Code	Grant Amount
Hillsborough, Water & Sewer Commission	177407	\$8,094
Manchester, City of	177433	\$1,621,889
Portsmouth, City of	177463	\$102,936
Hanover, Town of	159880	\$15,100

Funding is available in the account as follows:

	<u>FY 2014</u>	<u>FY 2015</u>	<u>After FY 2015</u>
03-44-44-442010-1003-073-500580	\$177,272	\$161,082	\$1,409,665
Dept. of Environmental Services, State Aid Grants, Grants-Non Federal			

EXPLANATION

The funds being requested are part of a wastewater state aid grant (SAG) program that provides financial assistance in the form of grants to NH communities to off-set the eligible costs of planning, engineering design, and construction costs of certain sewage disposal facilities. Over the term of the debt service, which will range from 5 to 30 years, the state will reimburse the entities for 20% to 30% of the eligible costs incurred during the design and construction of the wastewater facilities plus a proportionate share of interest on borrowing for the project. In addition, some project costs qualify for an additional 10-30% SAG ("SAG Plus") for components related to septage and sludge handling and treatment facilities.

In November 2008 funding for new state aid grants, including wastewater facility grants, was postponed as part of a cost reduction measure to address significant state revenue shortfalls. A total of 103 applications for wastewater facility grants were affected. These projects were placed on a "Delayed and Deferred" list until funding was available. Funds for Delayed and Deferred wastewater facility grants were appropriated in the state's Operating Budget for fiscal years 2014-2015. The wastewater facility grants in this request represent 6 of the Delayed and Deferred projects. Additional information regarding these projects is shown in Exhibit A.

We respectfully request your approval.

Thomas S. Burack
Commissioner

DEPARTMENT OF ENVIRONMENTAL SERVICES
WATER DIVISION – WASTEWATER ENGINEERING BUREAU

STATE AID GRANTS
(03-44-44-442010-1003-073)

The effect of this request on appropriated funds is shown below:

Fiscal Year		<u>2014</u>
Appropriation		\$7,523,938
Less: Scheduled Payments		<u>\$3,091,196</u>
Balance Available		\$4,432,742
Less: Previous Requests		\$494,352
Less: Current Request		
C-784	Hillsborough Water & Sewer Commission	\$8,094
C-781	Manchester - Cemetery Brook, Penacook Street, and Stark Brook	\$46,081
C-786	Manchester - West Bridge / Lorraine / Bremer Street	\$74,170
C-790	Manchester - Beech, Cheney and Dover Street Sewer	<u>\$13,240</u> \$133,491
C-785	Portsmouth - Pleasant Point Sewer Extension	\$20,587
C-791	Hanover - Industrial Pretreatment Program	\$15,100
	Total	<u>\$177,272</u>
	Balance Available	\$3,761,118

EXHIBIT A

Supplemental information to the preceding Governor and Executive Council request for approval of State Aid Grants for sewage disposal facilities under RSA 486.

Municipality: Hillsborough Water & Sewer Commission, Hillsborough, NH

State Grant Number: C-784

Project: Infiltration/Inflow (I/I) Investigation and Sewer Collection System Repairs

Description: Design and construction of sewer collection system repairs; I/I removal by pipe joint sealing, manhole repairs and new manholes.

SAG Eligible Project Costs: \$40,468

Grant Award: 20% of eligible costs (\$8,094)

Grant Term: 1 year

Application Received: 8/6/2008

Municipality: Manchester, NH

State Grant Number: C-781

Project: Cemetery Brook, Penacook Street, and Stark Brook Combined Sewer Overflow (CSO)

Description: Study of the Cemetery Brook, Penacook Street, and Stark Brook CSO Sewer Separation Projects in accordance with the City of Manchester's CSO Long-Term Control Plan to separate sanitary and storm sewers and/or eliminate combined sewer overflows in this section of the city.

Grant Eligible Project Costs: \$1,152,027

Grant Award: 20% of eligible costs (\$230,405)

Grant Term: 5 years

Application Received: 8/6/2008

EXHIBIT A (Cont.)

Municipality: Manchester, NH

State Grant Number: C-786

Project: West Bridge / Lorraine / Bremer Street CSO

Description: Design and construction of the West Bridge, Lorraine and Bremmer Street Basin Separation Project in order to separate sanitary and storm sewers and eliminate combined sewer overflows in this section of the city.

Grant Eligible Project Costs: \$6,626,401

Grant Award: 20% of eligible costs (\$1,325,280)

Grant Term: 20 years

Application Received: 9/26/2008

Municipality: Manchester, NH

State Grant Number: C-790

Project: Beech, Cheney and Dover Street Sewer Project

Description: Engineering services and construction of replacement sewer mains that collapsed on Beech, Cheney and Dover Streets.

Grant Eligible Project Costs: \$331,021

Grant Award: 20% of eligible costs (\$66,204)

Grant Term: 5 years

Application Received: 10/14/2008

Municipality: Portsmouth, NH

State Grant Number: C-785

Project: Pleasant Point Sewer Extension

Description: Design and construction of a low-pressure sewer extension to an area with failed septic systems.

Grant Eligible Project Costs: \$343,118

Grant Award: 30% of eligible costs (\$102,936)

Grant Term: 5 years

Application Received: 9/4/2008

EXHIBIT A (Cont.)

Municipality: Hanover, NH

State Grant Number: C-791

Project: Industrial Pretreatment Program

Description: Engineering services for the development of a formal industrial pretreatment program for incorporation in the Sewer Use Ordinance.

Grant Eligible Project Costs: \$75,500

Grant Award: 20% of eligible costs (\$15,100)

Grant Term: 1 year

Application Received: 10/30/2008
