

# State of Nevada Drinking Water Revolving Loan Fund Eligibilities

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#### Fundable Systems

- Community Water Systems
  - Publicly Owned
  - Privately Owned
- Non-Community Water Systems
  - Non-Profit (Federal Tax Exempt)

# Systems **NOT** Eligible for SRF Funding

- Non-Community Water Systems
  - Private, for-profit
- Federal Government Systems
- Systems Lacking Capacity/Capability\*
  - Technical, Managerial, and Financial (TMF)
- Significant Noncompliance to the National Primary Drinking Water Standards\*

<sup>\*</sup>Unless the funding will ensure full compliance and adequate capabilities.

### **Eligible Project Categories**

- Category 1 Treatment
- Category 2 Transmission & Distribution
- Category 3 Source
- Category 4 Storage
- Category 5 Consolidation
- Category 6 Creation of New Systems
- Category 7 Lead and Contaminants

#### Category 1: Treatment

- New facilities or portions of facilities
  - -Mixers, Flocculation/Sedimentation, Filtration, Chemical Addition Systems and Equipment, Disinfection, Filter Backwash Recycling, Residuals Handling, On-site Generation of Disinfectants
- Upgrades, rehabilitation or replacement of facilities or portions of facilities
- Potable reuse or reuse that mitigates the need for additional potable supply
- Desalinization plants
- Raw water storage that is part of the treatment process and located on the property where the treatment facility is located

#### **Category 2: Transmission & Distribution**

- Installation, replacement or rehabilitation of infrastructure to improve water pressure to safe levels or to prevent contamination caused by non-potable liquids entering the system through leaks or pipe breaks
- Transmission mains, distribution mains, appurtenances (valves, hydrants, flow meters), pump stations
- New water main extensions to serve existing residents not served by a safe supply of potable water
- Lead service line replacements, regardless of whether the system has ownership of the property within which pipe is placed
- "Purple pipe" distribution systems and infrastructure for reclaimed wastewater effluent and water reuse where such infrastructure mitigates the need for additional potable supply

#### Category 3: Source

- Development of new sources to replace a contaminated drinking water source
- Raw water intakes, wells or other constructed infrastructure that allows for movement of raw water into the treatment plant or into the distribution system
- Alternative supply in case of emergency such as:
  - -Interconnections, surface water intakes, groundwater wells
- Aquifer storage and recovery system for water storage including:
  - -Wells, pumps, pipes, wellhead structures
- Riverbank filtration wells
- Plugging abandoned wells

### Category 4: Storage

- New Storage or replacement/rehabilitation of existing structures to continue to maintain compliance and protect public health by:
  - -Preventing microbiological contaminants from entering a public water system
  - -Equalizing water demands
  - -Providing pressure fluctuations in the distribution system
  - -Providing reserves when power outages and other emergencies occur
  - -Storing water for "purple pipe" systems

# **Category 5: Consolidation**

#### Interconnection of systems:

- -To resolve SDWA noncompliance
- -To achieve the technical, financial and managerial capacity needed to prevent noncompliance
- -To reduce the overall per household costs of service

#### Category 6: Creation of New Systems

- Projects which upon completion will create a community water system to address existing public health problems with serious risks caused by unsafe drinking water provided by individual wells or surface water sources
- Projects that create a new regional community water system to address technical, managerial and financial difficulties
- Projects to address existing public health protection problems associated with individual wells or surface water source must be limited in scope to the specific geographic area affected by contamination

#### **Category 7 Lead and Contaminants**

- Projects that reduce people's drinking water exposure to PFAS
- Projects that address drinking water exposure to emerging contaminants
- Projects that make rapid progress on lead service line identification and replacement
- Support for projects making full lead service line replacements

#### Projects That Are **NOT** Eligible

- Construction or rehabilitation of a dam
- Construction or rehabilitation of a reservoir that is not for finished water or part of a treatment process
- Purchase of water rights unless they are being purchased to consolidate systems to improve capacity
- Projects primarily intended to serve future growth
- Projects primarily needed for fire protection
- Laboratory fees for routine monitoring of water quality
- Expenses for operations and maintenance expenses
- Refinancing loans/debt of a private system

# DWSRF Program Requirements for All Borrowers

Detailed on Nevada's Drinking Water Webpage:

ndep.nv.gov

- Listed on the State Revolving Fund Priority List
- Preliminary Engineering Report, Facility Plan, or equivalent
- <u>Environmental Review</u>
- Federal Crosscutters
- Historic Preservation
   Consultation
- Public Participation
- Permits & Easements

- Davis-Bacon Wage Act
- American Iron and Steel
- Build America Buy America (BABA), 2021
- Financial Statements
   (that follow generally accepted accounting principles)
- Sufficient User Rates (that cover operations, maintenance, debt service and required reserves)
- Project Signage
- Disadvantaged Business
   Enterprise Program

<sup>\*</sup>Requirements are Subject to Change

# DWSRF Program Requirements for All Borrowers

#### **Capacity**

- <u>Technical</u>: Obtain an adequate and reliable source of water; establish and maintain an adequate infrastructure; employ operators with technical knowledge
- Managerial: Accountability over system; responsive to system demands; ability to work with jurisdictional, regulatory and other governmental agencies, trade organizations, and persons served by the system
- <u>Financial:</u> Established user rates that cover maintenance, operations, debt service, and required reserves; maintain creditworthiness; establish and maintain adequate fiscal controls and accounting methods required for the operation of the system

#### **DWSRF Principal Forgiveness Loans**

#### Detailed on Nevada's Drinking Water Webpage:

ndep.nv.gov

#### **Eligible Projects**

(Meets One or More; Subject to Change)

- Meets State Definition of a Disadvantaged Community
- Consolidation
- Public Educational Institutions
- Preliminary Engineering Reports with an Environmental Review
- Other Considerations:
  - Class 1 Acute Health Risks or Class 2 Chronic Health Risks
  - Small Systems (<10,000 people)</p>
  - Affordability

#### **Additional Conditions**

(Subject to Change)

- Fiscal Sustainability Plan
- Capital Replacement Reserve Account

\*Funding Limits Apply

# **Contact Information**



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