

STATE OF INDIANA

Drinking Water State Revolving Fund Loan Program



**Annual Report
State Fiscal Year 2025
July 1, 2024 – June 30, 2025**

**Drinking Water State Revolving Fund Loan Program
Annual Report SFY 2025**

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State of Indiana
Drinking Water State Revolving Fund Loan Program
Annual Report
SFY 2025

I. Introduction

Pursuant to 40 CFR 35.3570, the State of Indiana (State), acting through its Indiana Finance Authority (Authority), submits an Annual Report for the Drinking Water State Revolving Fund Loan Program (DWSRF Loan Program) to the Regional Administrator of the U.S. Environmental Protection Agency (EPA), Region V.

This Annual Report is for State Fiscal Year (SFY) 2025 (July 1, 2024 - June 30, 2025). It is prepared in accordance with Section 1452 of the Safe Drinking Water Act (SDWA), as amended, 42 U.S.C. 300j-12, and with 40 CFR 35.3570.

II. State Revolving Fund (SRF) Loan Program Management [40 CFR 35.3570(a)(3)(I)]

Indiana Code 5-1.2-10 and 5-1.2-3 govern the establishment and administration of the DWSRF Loan Program by the Authority.

III. Goals and Objectives of the SFY 2025 Intended Use Plan [40 CFR 35.3570(a)(1)]

The purpose of the DWSRF Loan Program is to provide low-cost financial assistance to Indiana utilities to enable the construction of necessary and environmentally sound drinking water infrastructure; facilitate statewide compliance with State and federal drinking water standards; maintain a fiscally self-sufficient program as a continuing source of funding for improvement and protection of public health; and conduct any other activity permitted by the SDWA.

The Amended and Restated DWSRF SFY 2023 IUP (Oct 2022) sets forth the intended uses of all funds appropriated to the DWSRF programs in FY 2023. The SFY 2025 IUP sets forth the intended use of all funds appropriated to the DWSRF programs in FY 2024, including the SFY 2025 Base, General Supplemental, Lead Service Line Replacement, and Emerging Contaminant programs.

To accomplish the objectives of the program, the Authority set short-term and long-term goals as part of the Intended Use Plans. A description of how the DWSRF Loan Program has addressed these goals is in Exhibit A.

In SFY 2025, the Authority chose to continue the Green Project Reserve (GPR) Sustainability Incentive Program, which provides an interest rate break incentive to State Revolving Fund Participants that incorporate green project components into their projects. In SFY 2025, the DWSRF program provided \$1,888,430 to green project components. Exhibit B, Green Project Reserve in SFY 2025, lists Participants that incorporated GPR projects.

Under the terms and conditions of the FY 2025 Base Program Capitalization Grant, the DWSRF Loan Program is required to use fourteen (14%) percent of funds available in the grant to provide Additional Subsidy to eligible recipients. In addition, the DWSRF Loan Program must provide twelve (12%) percent and may provide up to thirty-five (35%) percent of its FY 2025 Base Program Capitalization Grant in the form of Additional Subsidization to disadvantaged

communities, as required by the SDWA. Additional Subsidization may be in the form of principal forgiveness, negative interest rate loans, or grants. The FY 2025 DWSRF Base Capitalization Grant was awarded July 23, 2025, and the DWSRF Loan Program has identified communities that are eligible to receive the Additional Subsidization from the FY 2025 Capitalization Grant.

Under the terms and conditions of the Infrastructure Investment and Jobs Act (IIJA) funding, the General Supplemental and Lead Service Line Replacement Capitalization Grants, the Authority is required to use forty-nine (49%) percent of the funds available in the grants to provide additional subsidy to eligible recipients. Further, the terms and conditions of the IIJA funding of the Emerging Contaminant Capitalization Grants, the Authority is required to provide 100% of the funds available in the grant to provide additional subsidy to eligible recipients.

In Exhibit C, Additional Subsidization by Capitalization Grant Year, the Authority lists Participants that received Additional Subsidization in the form of principal forgiveness in past years. As of June 30, 2025, the DWSRF Loan Program has provided approximately \$218 million dollars in Additional Subsidization from Capitalization Grants and met the Additional Subsidization goals of the Capitalization Grants. The DWSRF Loan Program has identified communities that are eligible to receive the Additional Subsidization remaining from the Base, General Supplemental, Lead Service Line Removal, and Emerging Contaminant Capitalization Grants. The Authority shall provide Additional Subsidization, as required by the terms and conditions of the Capitalization Grant, which allows Indiana four years in which to allocate Additional Subsidization. However, every attempt will be made to assign the Additional Subsidization within two years of receiving a Capitalization Grant. Priority for Additional Subsidization was given to disadvantaged communities that could not otherwise afford such projects.

Another requirement of the Capitalization Grant is to document projects that are categorized as Equivalency. The purpose of Equivalency within the SRF Loan Programs is to allow states to select a loan or multiple loans, the sum of which is equal to the amount of a Capitalization Grant, to meet specific federal requirements for the program. For the DWSRF Loan Program, these requirements include meeting crosscutter requirements, single audit requirements, Federal Funding Accountability and Transparency Act reporting requirements, Disadvantaged Business Enterprise Utilization, and the Signage Requirement. Exhibit D, Equivalency Projects for SFY 2025, provides detail on selected projects and Equivalency requirements of the program in SFY 2025.

Regionalization, or independent public bodies sharing the responsibility of providing services to residents, can lead to many benefits for communities and the State. Regional solutions to drinking water issues reduce administrative operation and maintenance costs, offer economies of scale, and create environmental benefits, such as less excavation. Through incentives and close work with utilities, the Authority has encouraged regionalization through the DWSRF Loan Program and closed five loans in the last five years assisting communities facilitating Regionalization. See Exhibit S for details.

IV. Environmental Review [40 CFR 35.3570(a)(3)(xii-xiii)]

All projects funded through the DWSRF Loan Program complied with Federal Cross-Cutting Authorities and State Environmental Review Procedures (SERP). A description of each project

funded in SFY 2025 is attached in [Exhibit E](#).

V. State Match [40 CFR 35.3165(b)(2)]

The Authority has fully met its State Match requirements through the end of SFY 2025 by means of depositing the net proceeds from revenue bonds issued by the Authority into the Drinking Water State Revolving Loan Fund (DWSRF Loan Fund). To date, the DWSRF Loan Program State Match has aggregated more than the \$99,501,420, which the Authority was required to provide as match through June 30, 2025. See [Exhibit F](#) for a history of the Capitalization Grants awarded to the DWSRF Loan Program. [Exhibit G](#) details State Match deposited in the DWSRF Loan Fund through the end of SFY 2025, the sources of such State Match, and how repayment of revenue bonds providing any such State Match has been, and will continue to be, managed in a manner consistent with federal and State law.

VI. Binding Commitments Exceed 120% of Grant [40 CFR 35.3165(b)(4)]

During SFY 2025, the DWSRF Loan Program financed 31 loans, totaling \$437,493,178 . Since the DWSRF Loan Program's inception in 1997, over 400 loans aggregating over approximately \$1.9 billion have been financed, more than two times the amount of federal Capitalization Grants that have been awarded to the DWSRF Loan Program (\$793,257,100). A summary of all DWSRF Loan Program financings completed in SFY 2025 is presented in [Exhibit H](#).

VII. Expeditious and Timely Use of Funds [40 CFR 35.35.3550(l)]

The DWSRF Loan Program is a leveraged program and has established itself as a highly rated borrower in the national bond market. The Authority has utilized its Capitalization Grants to leverage multiple series of bonds, aggregating over \$542.3 million in outstanding principal as of June 30, 2025, a portion of which has funded financings through the DWSRF Loan Program. A summary of the accounts and associated balances are set forth in [Exhibit I: Expeditious and Timely Use of Funds](#). Future bond issuances are expected to be used to fund new commitments related to new loans in future years. The balance of the bond proceeds not available for loans are used for reserve funds, administrative expenses, and costs of issuance.

A. Interest Rates

The Authority recognizes the continued need to balance the level of subsidy with the inherent limited capacity of the DWSRF Loan Program to meet demand for loans and participant affordability constraints. This balancing is reflected in the Authority's present interest rate policy.

Interest rates applied to new loans are reset on the first business day of each January, April, July and October using a Base DWSRF Program Interest Rate (Base Rate). The Base Rate is calculated by using 90% of the average 20-year, AAA-rated general obligation bond Municipal Market Data (MMD) composite index for the most recent calendar month. The Base Rate is then discounted further based upon a participant's Median Household Income (MHI) from the 2018-2022 ACS 5-year estimate data, and projected user rates.

In SFY 2025, the DWSRF Loan Program offered interest rates ranging from 2.00% to 3.53%. See [Exhibit J](#).

The DWSRF Loan Program also offers incentive programs which encourage Participants to pursue projects that further improve public and environmental health. Integrating these project components into a DWSRF Loan Program financing can lead to a reduced interest rate. In the DWSRF Loan Program, up to an additional 0.50% reduction may be permitted if a project is financed that includes green/sustainable components, including resiliency components. By including the replacement of lead service lines, the SRF interest rate may also be reduced to 0.00%.

In SFY 2025, by completing a financing with the DWSRF Loan Program, and associated Authority programs, Participants will save over \$198 million in interest expenses over the life of the loan repayment period, as compared to completing an open market financing, see the “SFY 2025 Program Savings” column in [Exhibit H](#) for estimated savings provided to each participant.

B. Terms

Standard DWSRF Loan Program loans closed in SFY 2025 were structured with annual principal repayments that commenced no later than one year after expected completion of the proposed project and a majority of the loans have a final principal payment no later than 20 years after expected completion of the proposed project.

Loan Terms That Exceed 20 Years

The DWSRF Loan Program may offer Participants extended term financing, at its discretion, provided the useful life of the project is equal to or greater than the loan term, focusing on the rehabilitation of aging distribution and transmission systems. An increase in the interest rate may be applied for extended term loans.

- As permitted by the SDWA, a loan term up to 40 years may be given to a community determined to be disadvantaged, as defined in Section XII of this Report.
- On August 3, 2017, the Authority received EPA approval to offer extended term financings in both CWSRF and DWSRF Loan Programs. A loan term up to 35 years may be given to all Indiana utilities to correct the issue of aging infrastructure for all water and sewer projects having a useful life equal to the loan term. In SFY 2025, the DWSRF Loan Program closed eleven loans that include loan terms that exceed 20 years.

C. Other Assistance Provided

As of June 30, 2025, the DWSRF Loan Program has provided a total of \$218 million of Additional Subsidization in the form of principal forgiveness to 100 loan recipients during SFY 2010-2025. [Exhibit C](#), Additional Subsidization by Capitalization Grant Year, lists Participants that received principal forgiveness from recent Capitalization Grants.

Priority for Additional Subsidization was provided to those communities that have a lower MHI and/or high post-project user rates. This allowed the DWSRF Loan Program to extend financing to communities that could not otherwise afford a DWSRF financing. The DWSRF Loan Program has not set a cap on the amount of Additional Subsidization that a community may receive.

During SFY 2025, the DWSRF Loan Program provided \$262,679,000 in DWSRF Pooled Loan funding to ten communities. The DWSRF Pooled Loan program offers eligible Participants the “AAA” interest rate that is available to the DWSRF Loan Program at the time of their loan closing. See the “SRF Pooled Loan Amount” column in [Exhibit H](#) for DWSRF Pooled Loan participants.

In addition to DWSRF Loan Program funds, other federal, state, and local funds are associated with DWSRF Loan Program projects. In SFY 2025 an additional \$8,628,214 in funds from other federal programs also assisted DWSRF Loan Program Participants. Further, an additional \$19,251,565 was contributed from non-federal sources. See [Exhibit R](#) for details.

Effective July 1, 2018, Indiana legislation required that all Participants in the SRF Loan Programs that receive a loan or other financial assistance from the SRF Loan Programs certify that the Participant has documentation demonstrating that it has the financial managerial, technical, and legal capability to operate and maintain its water or wastewater system in the form of an Asset Management Program. Along with creating guidance to assist Participants to meet this requirement, the Authority appropriated State funds to assist disadvantaged communities to create Asset Management Programs. In SFY 2025, there were no awards from the Asset Management Grants Program for DWSRF Loan Program Participants.

Beginning in SFY 2021, the Authority received an Appropriation from the State Legislature to establish the Water Infrastructure Assistance Fund (WAF). The purpose of the WAF is to provide grants, loans, and other financial assistance to Participants for the planning, designing, acquisition, construction, renovation, improvement, or expansion of public water systems, wastewater, or stormwater collection treatment systems. In SFY 2025, the Authority entered into one Drinking Water WAF State Agreement, and four Clean Water WAF Agreements totaling \$22,267,803.

D. Administrative Expenses and Fees

The cost of financing loans includes the fees and expenses of the SRF Trustee Bank. The Authority may require Participants to offset some of these costs through a Loan Closing Fee, which is \$2,000 per participant. Fees are generally waived for participants receiving full additional subsidy, and for participants closing multiple assistance agreements at the same time. In SFY 2025, the Authority completed financings with 31 Participants and collected \$60,500 in Loan Closing Fees. Fees were assessed for Fee Program and WAF Program closings in SFY 2025.

The non-use fee policy of the DWSRF Loan Program permits the assessment of a non-use fee for DWSRF Loan Program funds that are not used within two years following a Participant’s loan closing. Pursuant to the policy, each Participant that does not complete its project and fully expend the funds borrowed within two years after the loan closing, may be assessed a one percent fee on the balance of the funds that remain un-drawn. An additional one percent fee may be assessed each six months following the two-year anniversary of the Participant’s loan closing, until the loan is fully drawn or closed out. The Authority contacts Participants in advance of the two-year anniversary of their loan closing and works with the Participant to spend down the remaining funds to avoid any non-use fee. Thus, no non-use fees were collected by the DWSRF Loan Program during SFY 2025.

As permitted by 40 CFR Part 35 and the EPA Fee Policy, dated October 20, 2005, effective November 13, 2015, the Authority implemented a DWSRF Fee for the DWSRF Loan Program. The DWSRF Fees collected will be deposited in the DWSRF Fee Account, a segregated account that is not designated as part of the accounts comprising the SRF Fund, and separate from the Wastewater Program Fund account, where the CWSRF Fees will be deposited.

The DWSRF Fees accumulated may be used by the Authority on projects, needs, costs, or expenses (which may include the provision of State Match for the DWSRF Fund) that are eligible for DWSRF Loan Program assistance and set-aside assistance. A detailed summary of the actual use of the DWSRF Fees is provided in Exhibit K of this report.

The DWSRF Fees charged by the Authority are separately stated from interest charges imposed in respect to financial assistance, structured in the form of a loan; provided however, as set out in its standard forms of the financial assistance agreement, the Authority may adjust the interest rate on the bonds, evidencing any SRF loan to be lowered, with the difference between the amount payable as the original rate on such bonds and the lower rate being deemed an SRF Fee in connection with the DWSRF Loan Program. Any such recharacterization of the otherwise stated interest charges as fees will be accomplished by notice given by the Authority to the Participant prior to the date any scheduled interest payment is due, and prior to deposit of any interest payment in the DWSRF Fund.

The total amount in the DWSRF Fee Account as of June 30, 2025, was \$11,548,760 with an unallocated balance of \$6,561,205. Exhibit K outlines the expenditure of the DWSRF Fee Account in SFY 2025.

E. Transfers [40 CFR 35.3570(a)(3)(x)]

The State permits transfers between the DWSRF Loan Program and the CWSRF Loan Program of Capitalization Grants and other funds held in or allocable to such funds to the extent permitted by the Clean Water Act (CWA) and the SDWA. For a historic summary of transfers, see Exhibit L.

F. Cross-collateralization [40 CFR 35.3110(f)]

To the extent permitted by the CWA and the SDWA, the State has cross-collateralized the CWSRF and the DWSRF Loan Programs to optimize capitalization requirements and to better manage the specific funding needs of projects.

Cross-collateralization maximizes the security for bonds issued by the State to capitalize the SRF Loan Programs. The State expects that any such transfers would occur at any time necessary to prevent a default on any such bonds and would be made between accounts established for like purposes and subject to like restrictions. Historically, no cross-collateralizations have been made.

The State expects to retain the flexibility to reimburse, on a cumulative net basis, any cross-collateralization transfers. Because cross-collateralization is a contingent security concept and transfers are not expected or planned to occur, the State does not expect cross-collateralization to negatively affect the funding capacity of the SRF Loan Programs.

However, if such transfers occur and are not reimbursed, it may affect the Authority's ability to make additional loans.

G. DWSRF Loan Program Financial Statements

The DWSRF Loan Program is audited annually by an independent certified public accounting firm. For SFY 2025, which ended June 30, 2025, the DWSRF Loan Program received an unmodified opinion from an independent auditor, as described in Exhibit M.

The DWSRF Loan Program is audited annually for compliance with the requirements set forth in 2 CFR 200 Subpart F, the Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards, effective for non-federal entities beginning on December 26, 2014. For SFY 2025, the DWSRF Loan Program was determined to be in compliance, as noted in the Schedule of Expenditures of Federal Awards and Independent Auditors' Reports. The Independent Auditor's Report will be provided as Exhibit N.

H. Federal Requirements

The Authority has fulfilled all applicable federal requirements required by the SDWA including:

- Assurances and certifications provided in the IUP have been met;
- Closed loans equal more than the required 120% of each quarterly Capitalization Grant payment and were made within one year of receipt of all payments;
- All funds have been used in a timely and expeditious manner; and
- environmental reviews have been conducted in accordance with federal and state law.
- All loans made during the SFY 2025 had related projects listed on the Authority's Drinking Water Project Priority List (PPL).
- Compliance with the American Iron and Steel requirement described in the SDWA, as amended October 23, 2018.
- Compliance with Equivalency requirements for all Equivalency projects.

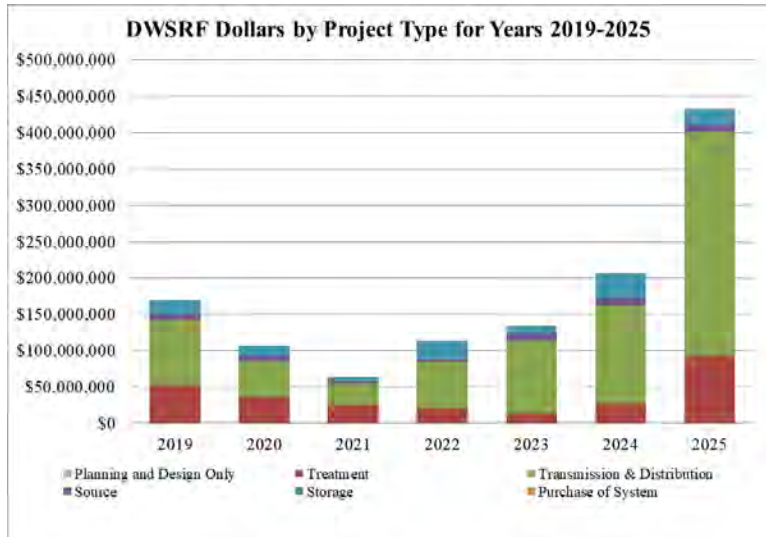
I. Compliance with 2 CFR part 200 [40 CFR 35.3570(a)(3)(xiv)]

The DWSRF Loan Program complied with all requirements of 2 CFR part 200.

VIII. Projects Funded [40 CFR 35.3570(a)(3)(iv)]

The scoring and ranking system of the DWSRF Loan Program focuses on those projects with the greatest public health need. A map showing the location of projects funded in SFY 2025 is attached as Exhibit O. A map showing the location of all projects funded since the inception of the DWSRF Loan Program is attached as Exhibit P.

In SFY 2025, the DWSRF continued to experience high demand. 15% of all DWSRF funds utilized in SFY 2025 went toward the removal of Lead Service Lines in systems. Because of the challenges of aging infrastructure and Lead Service Lines and aging mains, the majority of funds were utilized for Transmission and Distribution projects again in SFY 2025 (70%). See *DWSRF Dollars by Project Type for Years 2019-2025*.



IX. Eligibility [40 CFR 35.3570 (a)(3)(v)]

All projects were reviewed for eligibility. It is the objective of the DWSRF Loan Program to ensure that each project:

- Allows the Participant to achieve or maintain compliance with the SDWA;
- Allows the Participant to provide drinking water of adequate quality and quantity to residents;
- Allows the Participant to achieve or maintain technical, financial, and managerial capacity; and
- Does not cause significant negative environmental impacts. Prior to funding, each project was reviewed in accordance with the EPA-approved SERP.

X. Set-Asides [40 CFR 35.3570(a)(3)(vi)]

The Authority is responsible for managing the Set-Aside funds.

In SFY 2025, the Authority utilized the State Program Management Set-Aside to complete drinking water goals by:

- Conducting outreach activities to Disadvantaged Communities to eliminate barriers to funding.
- Maintaining the Indiana Lead Sampling Program for Public Schools data platform to allow the State and school districts to manage and public notice lead sampling results data.
- Continuing the Lead Sampling Program for Child Care Facilities, to develop a lead sampling program for childcare facilities, including developing an application, an application ranking matrix, and marketing materials.
- Organizing and conducting regional water planning meetings, including setting agendas and recruiting speakers, drafting regional boundaries.
- Conducting water studies to assess the current water supply in multiple areas of Indiana, as well as the future demand and the cost of infrastructure needed to meet the demand for these regions.

- Continuing to partner with the Alliance Certified Operator Apprenticeship Program.
- Creating a platform to house lead service line inventory data.
- Provide funding for the completion of Lead Service Line Inventories.
- Provide technical assistance resources to small communities.

See [Exhibit Q](#) for a summary of Set-Aside activities.

The Authority is utilizing the Technical Assistance set-aside funding to finance third party contractors to conduct outreach to Disadvantaged Communities and new borrowers. In SFY 2025 seven borrowers that have not previously utilized the DWSRF Loan Programs were financed, see [Exhibit T](#).

XI. Assistance to Small Systems [40 CFR 35.3570(a)(3)(vii)]

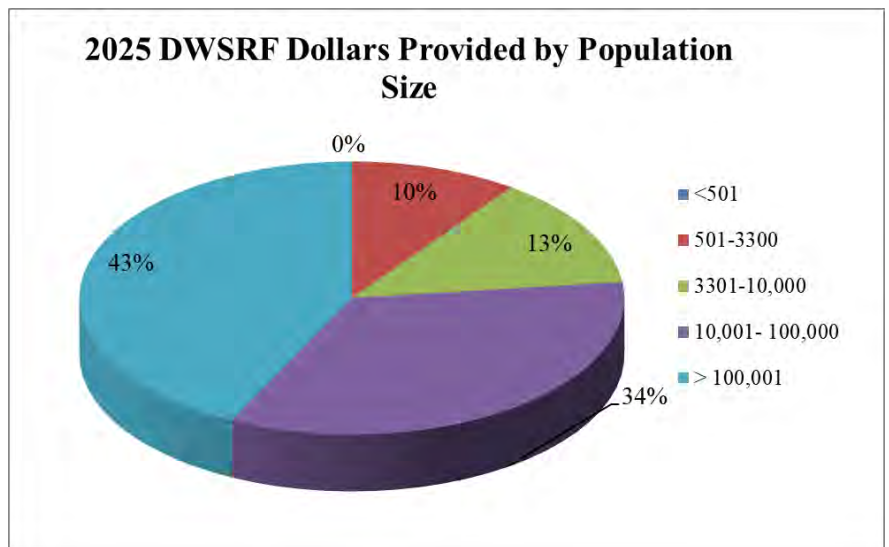
Of the total amount available for assistance from the DWSRF Loan Program each year, the Authority must make at least 15% available solely for providing loan assistance to small systems, to the extent such funds can be obligated for eligible projects. A small system is defined as a public water system that regularly serves 10,000 or fewer persons. When the Authority provides assistance in an amount that exceeds 15% of the available funds in one year, it may credit the excess toward the 15% requirement in future years.

In SFY 2025, 23% of DWSRF funds went to systems serving fewer than 10,000 persons, as shown in *2025 DWSRF Dollars Provided by Population Size*. Cumulatively, the DWSRF Loan Program has provided 37% of its funds to small systems.

XII. Disadvantaged Communities [40 CFR 35.3570(a)(3)(viii)]

In SFY 2025 the Authority defines a Disadvantaged Participant as a community with:

- 1) A project area with an MHI below 80% of the State MHI, as established by 2018-2022 American Community Five Year Survey;
- 2) Projects that have a positive, direct impact on a census tract(s), or other targeted project area, which has an MHI below 80% of the State MHI may also receive Additional Subsidization.



- 3) An estimated post project user rate greater than \$60.00¹ per month;
- 4) An average annual residential post project user rate that would exceed one (1%) percent of the Participant's Median Household Income (MHI).

These communities are eligible to receive the lowest interest rate the Authority provides to DWSRF Loan Program Participants. See Section VII.A of this Annual Report for a description of the DWSRF Loan Program's interest rate structure.

During SFY 2025, the Authority provided approximately \$416 million to 27 disadvantaged communities. In the last five years the Authority has successfully financed approximately \$800 million in low interest loans with Disadvantaged Communities, see Exhibit U.

¹ \$45 in first quarter, increased to \$60 for all remaining quarters

Exhibit A

Goals and Objectives of the DWSRF Loan Program State Fiscal Year (SFY) 2025 Intended Use Plan

The DWSRF Loan Program sets short- and long-term goals as required by 40 CFR 35.3555(c)(5). Short-term goals and objectives are those the State expects to achieve during State Fiscal Year (SFY) 2025, while long-term goals and objectives are those the State expects to achieve over a longer period.

The following goals were set in the Intended Use Plan for Drinking Water SRF Base Program and Drinking Water SRF General Supplemental Funds State Fiscal Year 2025 (July 1, 2024 – June 30, 2025).

A. Short-Term Goals and Objectives for Base and General Supplemental Grants

During SFY 2025, the DWSRF Loan Program expects to achieve the following short-term goals and objectives:

ST 1 Goal: Seek the immediate award of the FY 2025 Base Capitalization Grant, the FY 2025 BIL DWSRF General Supplemental Capitalization Grant, the FY 2025 LSL Replacement Capitalization Grant, and the FY 2025 Emerging Contaminant Capitalization Grant. Upon award, continue to disburse loan proceeds such that the Capitalization Grants can promptly be utilized.

Result: The FY 2025 DWSRF Base, General Supplemental, and Emerging Contaminant Capitalization Grants were awarded to the Authority July 23, 2025. The Authority applied for the FY 2025 DWSRF LSL Replacement Grant on July 11, 2025, and award is pending. The DWSRF Loan Program financed sufficient loans to promptly utilize grant funds.

ST 1a Goal: Work to provide the maximum Additional Subsidization available under the grants to DWSRF recipients. Ensure that Additional Subsidization is provided pursuant to the terms and conditions of the current Capitalization Grants and as described in Section 1452 of the Safe Drinking Water Act (SDWA). Additional Subsidization from the DWSRF Base Program may be provided in the form of principal forgiveness, negative interest loans, grants, other loan forgiveness, and through buying, refinancing, or restructuring debt (or any combination of these). Additional Subsidization from the DWSRF General Supplemental Program may be provided in the form of principal forgiveness, and grants. Forty-nine percent (49%) of the LSL Replacement Capitalization Grants and one hundred percent (100%) of the Emerging Contaminant Capitalization Grants shall be provided as Additional Subsidization in the form of principal forgiveness or grants (or any combination of these). Additional Subsidization will be provided to those water systems meeting the State's Disadvantaged Community criteria.

Result: The Authority shall make efforts to meet the Additional Subsidization requirements within two years of receiving the Base, General Supplemental, LSLR, and Emerging Contaminant Capitalization Grants, but in no case any longer than the terms and conditions permitted by the Capitalization Grant. Sufficient recipients have been identified in the current Project Priority Lists to meet the requirements of all awarded grants. See Exhibit C, Additional Subsidization by Capitalization Grant Year.

ST 1b Goal: Ensure that Davis Bacon Act wage rules apply to all assistance agreements made with funds appropriated under the Capitalization Grants.

Result: The DWSRF Loan Program included language in all Financial Assistance Agreements that required Participants to follow Davis Bacon wage rules. Further, each Participant provided the Authority with documentation certifying its compliance with Davis Bacon.

ST 1c Goal: Ensure that all American Iron and Steel (AIS) requirements as set forth in the current Capitalization Grants are met. Ensure that all Build America Buy America Act (BABA) requirements as set forth in the Capitalization Grants are met for Equivalency projects.

Result: The DWSRF Loan Program included language in all Financial Assistance Agreements that required Participants to meet the requirements of the American Iron and Steel Act and provided guidance on the waiver process and requirements of the Act. Further, American Iron and Steel (AIS) certifications are reviewed during inspections. The DWSRF Loan Program assured that all Equivalency borrowers in SFY 2025 comply with the Build America Buy America Act. The DWSRF Loan Program included language in all Financial Assistance Agreements regarding BABA requirements for Equivalency projects.

ST 1d Goal: Equivalency projects anticipated for each Capitalization Grant will be identified in Exhibit C. A list of selected Equivalency projects will be included in the SFY 2025 Annual Report.

Result: Equivalency projects were projected in the SFY 2025 DWSRF Intended Use Plan and the selected equivalency projects can be found in Exhibit D of this Annual Report.

ST 1e Goal: Ensure that Participants are developing and implementing an Asset Management Program (AMP) that meets the requirements set forth in the DWSRF Loan Program Guidelines and that those AMPs include Cybersecurity measures. [As of July 1, 2024, ensure all loan closers complete the CISA cyber security vulnerability assessment (or similar assessment) annually.]

Result: In SFY 2025 the Authority continued to require all loan Participants to provide a certification of a complete Asset Management Program, inclusive of Cybersecurity measures at loan closing.

ST 2 Goal: Ensure that all DWSRF Loan Program Participants achieve or maintain compliance with requirements of the Safe Drinking Water Act.

Result: In SFY 2025, 80% of the combined DWSRF Loan Program funds assisted compliant systems to maintain compliance with the Safe Drinking Water Act; 1% assisted compliant systems to comply with future requirements, and 19%, or \$83,572,962, funded projects that assisted non-compliant systems to achieve compliance with requirements, including meeting the requirements of the Lead and Copper Rule.

ST 3 Goal: Conduct a total of 30 technical, on-site and/ or virtual inspections between the CWSRF and DWSRF Loan Programs during the construction phase and the post-construction phase to document the construction progress, as well as the appropriate use of SRF funds.

Result: SRF Loan Programs staff completed 65 inspections (31 clean water and 33 drinking water) in SFY 2025, thus exceeding its goal.

ST 4 Goal: Work diligently with Participants and effectively manage projects to assist Participants in closing loans and constructing projects in a timely, efficient manner.

Result: In SFY 2025, the DWSRF Loan Program successfully closed 31 financings with Participants. The SRF Loan Programs staff diligently worked with Participants by conducting project planning meetings, reviewing Preliminary Engineering Reports, and corresponding with Participants through the closing process. Participants were required to bid prior to loan closing, and provide a timeline, to ensure that Participants will meet the 2-year construction goal implemented by the Authority.

ST 5 Goal: Ensure that EPA funds are accessed when eligible expenses are incurred to minimize un-liquidated obligations.

Result: Funds will be accessed promptly as eligible expenses are incurred to minimize unliquidated obligations.

ST 6 Goal: Consider other available funding opportunities from Federal and/or State sources to further achieve the goals of the SRF (i.e. WIIN Grants, State appropriation, etc.).

Result: The Authority has been awarded three grants through the WIIN Lead Testing in School and Child Care Program Drinking Water Program in the total amount of \$2,816,000 and has applied for an additional \$1,256,000 for this program. The WIIN grants are being applied by the Water Resources and Infrastructure Planning Program (WRIPP) section of the Authority to continue a lead sampling and remediation program for childcare facilities. The Authority was also awarded a WIIN Reduction in Lead Exposure Via Drinking Water Grant in the amount of \$543,928 to assist schools and childcare facilities identified through sampling programs to remediate lead in drinking water.

The Authority has been awarded a total amount of \$2,332,000 through the WIIN Small, Underserved, and Disadvantaged Community program, and applied for an additional \$154,000. Funds were used to finance pass-through agreements with two communities to achieve compliance with water quality standards.

Additionally, the Authority has applied to the EC-SDC Program for a total of \$51,541,000 to address PFAS in drinking water systems.

On November 26, 2024, the Authority and USEPA entered into a loan agreement securing SWIFIA Funding in an amount not to exceed \$196,000,000.

Beginning in SFY 2021, the Authority received an Appropriation from the State Legislature to establish the Water Infrastructure Assistance Fund (WAF). The purpose of the WAF is to provide grants, loans, and other financial assistance to Participants for the planning, designing, acquisition, construction, renovation, improvement, or expansion of public water systems, wastewater, or stormwater collection treatment systems. In SFY 2025, the Authority entered into one Drinking Water WAF State Agreement and four Clean Water WAF State Agreements, totaling \$22,267,803.

ST 7 Goal: Promote regional solutions for drinking water issues. Provide Regional Assistance Program (RAP) State grants to qualifying projects that promote a regional solution.

Result: The Authority has worked in SFY 2025 to continue to promote regional solutions for drinking water issues in many proactive ways:

- **Indiana’s Scoring system continues to give additional points to regional solutions and gives deductive points for proposed projects that involve disconnection from an active regional wastewater system.**
- **Preliminary Engineering Report guidance continues to require that projects discuss regionalization potential in their evaluation of alternatives.**
- **A Regionalization Assistance Program was continued to offer State grant funds to communities to investigate the challenges, benefits, and implications of regionalization for all entities.**
- **Conducted regular Regional Planning Meetings in seventeen defined regions throughout the State.**

ST 8 Goal: Ensure that Participants completed non-revenue water audits as required by IC 8-1-30.8 and participate in regional study area activities as required by IC 5-1.2-11.5.

Result: The Authority is ensuring Participants are aware of the non-revenue water audit requirement and the regional study requirement through Project Planning Meetings and Preliminary Engineering Report response letters. The Authority verifies compliance with both requirements prior to a loan closing with a Participant.

ST 9 Goal: Work with the Indiana Department of Environmental Management and communities to identify and prioritize communities that need to address PFAS contamination in source water.

Result: IDEM worked with public water systems to identify communities that preliminary testing showed high levels of PFAS in the system. The Authority worked with these identified public water systems to provide funding to allow the systems to determine the level of contamination and begin remediation plans. The EC-SDC WIIN funding will be focused on these efforts.

ST 10 Goal: Conduct outreach to Disadvantaged Communities. Outreach may include working directly with communities of any size to complete applications, plan projects, and meet requirements. Outreach may also include Authority staff presenting at workshops and conferences to advertise the availability of additional funding. The Authority may also provide assistance directly and through agreements with professionals to assist small Disadvantaged Communities, to provide assistance in applying to the DWSRF Loan Program.

Result: The Authority entered into third-party contracts with two entities to work with Indiana communities to assist disadvantaged communities to apply to the SRF Loan Programs. The Authority staff also conducted outreach by providing presentations, direct communication with communities, and published one newsletter.

ST 11 Goal: Continue to ensure participants in all programs under the Authority fully replace and fully fund both the public and private sides of LSL Replacement projects. The Authority agrees to ensure that any project funded in whole or in part under the LSL Replacement Program Capitalization Grant involving lead service line replacement must replace the entire lead service line, unless the conditions of the DWSRF LSL Program are met that allow for partial replacement.

Result: The Authority assured that any project that replaced lead service lines completed full replacement from the main to the premise plumbing. If lead service lines, or lead components upstream of galvanized pipe, along any project alignment are discovered during construction of a DWSRF project, Participants understand full replacement of the lead service line is required.

ST 12 Goal: Utilize set-asides, state funds, etc. to provide funds and professional services to assist Indiana communities in locating lead service lines in their drinking water system.

Result: In SFY 2025 the Authority continued the Lead Service Line Inventory Funding program, offering funding to all community water systems seeking assistance to complete an inventory of lead service lines in systems. The Authority has also worked with IDEM and third-party contractors to create a data system to track all resulting inventory data for the state.

ST 13: Utilize set-asides, state funds, etc. to provide funds and professional services to assist Indiana communities to meet the statutory purpose of the Emerging Contaminants funds to address Emerging Contaminants in drinking water with focus on PFAS remediation.

Result: The Authority provided state funds to support lab analysis and staffing for a Drinking Water Sampling initiative conducted by IDEM looking at PFAS contamination and is utilizing the EC-SDC grant program to work with communities to assess PFAS remediation needs.

ST 14: Encourage communities that have not applied for SRF financings to apply for financings if there is a need. Continue participating in public outreach activities to reach these communities.

Result: The Authority is utilizing the Technical Assistance set-aside funding to finance third party contractors to conduct outreach to Disadvantaged Communities and new borrowers. In SFY 2025 six borrowers that have not previously utilized the DWSRF Loan Programs received financing, see [Exhibit U](#).

D. Long-Term Goals and Objectives for Base and General Supplemental Grants

LT 1 Goal: Provide financial assistance to current and future Participants, by providing low-cost financing commensurate with prudent fiscal and credit standards.

Result: In SFY 2025, 31 DWSRF loans were closed. See [Exhibit H](#), Summary of Closed Loans for SFY 2025.

LT 2 Goal: Maintain the long-term financial integrity of the DWSRF Loan Program by judiciously managing its assets in order to realize a rate of return that will sustain the DWSRF Loan Program in perpetuity.

Result: The SRF Loan Programs continue to manage the investment and programmatic use of its funds to maintain its financial integrity. See [Exhibit I](#), Expedient and Timely Use of Funds.

LT 3 Goal: Monitor all outstanding loans and the financial capability of Participants through the use of an in-house monitoring system and, in conjunction with the Bank of New York Mellon Trust Corporation, ensure the DWSRF Loan Program continues to avoid loan defaults. In particular, review the financial statements for Participants receiving a State Board of Accounts examination report in the current calendar year. Require new Participants to utilize paying agent agreements and offer all prior Participants the opportunity to enter into a paying agent agreement. Conduct financial on-site visits as warranted.

Result: The SRF Loan Programs monitor all Participants. For those Participants with a Paying Agent Agreement, the SRF Loan Programs monitor both the debt service reserve accounts and the bond and interest accounts on a monthly basis. For Participants without a Paying Agent Agreement, the SRF Loan Programs annually monitor the reserve balances through its Debt Service Reserve project by requesting the reserve balance and a copy of each Participant's bank statement. If any deficiencies are found, the Authority works with the Participant to correct the deficiencies.

LT 4 Goal: Leverage EPA Capitalization Grants to generate loans that exceed two times the awarded grant amounts.

Result: The SRF Loan Programs continue to access the public debt market to leverage EPA Capitalization Grants. This leveraging structure allows the SRF Loan Programs to close loans in an aggregate amount of over two times the awarded grant amounts.

LT 5 Goal: Monitor Participant's draw of funds and work with each Participant to draw their loan down within two years. Assure that any un-drawn funds are returned to the DWSRF loan pool and made available to other Participants.

Result: In order to minimize un-liquidated obligations, the SRF Loan Programs continue to monitor Participants' expenditure rate. As loans are closed out and reamortized, unused loan funds are made available to other Participants on the Project Priority List. Participants with funds remaining following substantial completion are contacted to determine if they are interested in using remaining funds to finance a new project, or if they wish to close out their loan. In addition, the Financial Assistance Agreement contains "non-use fee" language which allows the Authority to charge a fee to a Participant who has not drawn their loan funds in a timely manner.

LT 6 Goal: Report all uses of DWSRF Loan Program funds in the Drinking Water SRF Data System and the Drinking Water SRF Annual Summary as required by the EPA and the Federal Funding Accountability and Transparency Act (FFATA). Submit required reports to EPA in a well-prepared and timely manner.

Result: The Authority reports uses of DWSRF Loan Program funds in the Drinking Water SRF Data System on a monthly basis and the Drinking Water SRF Annual Summary on an annual basis, as required by EPA. Intended Use Plans, Annual Reports, and FFATA reports are well-prepared and submitted to EPA in a timely manner.

LT 7 Goal: Periodically publish an SRF Loan Program newsletter.

Result: A newsletter for SFY 2025 was published in July 2024.

LT 8 Goal: Continue to look for co-funding opportunities between the Brownfields Program and the SRF Loan Program. Continue to prioritize co-funding opportunities between the SRF Loan Program and other federal programs including the HUD Office of Community, and Rural Affairs and USDA Rural Development.

Result: The Authority continues to partner with the Brownfields Program to assist communities addressing their brownfield redevelopment needs by pairing Brownfield Loan Program Funds with project components eligible for the DWSRF Loan Program. A co-funded project with the DWSRF Loan Program has not come to fruition. Additionally, the DWSRF Loan Program closed one co-funded project with the USDA Rural Development program and three with the HUD Office of Community and rural Affairs program in SFY 2025.

LT 9 Goal: Ensure that the DWSRF Loan Program and its Participants comply as required with Disadvantaged Business Enterprise fair share objectives, Federal environmental crosscutters and the Single Audit Act.

Result: Through various reports, audits, and comment periods, the Authority ensures that the DWSRF Loan Program and its Participants comply as required with Disadvantaged Business Enterprise, Federal environmental cross-cutters, and the Single Audit Act.

LT 10 Goal: Provide interest rate breaks and/or extended term financings to Participants for projects that include the replacement of lead service lines, green components, and resiliency projects.

Result: The Authority utilizes the Green Project Reserve (GPR) Sustainability Incentive Program to encourage Participants to include green project components in their SRF projects. The GPR Sustainability Incentive Program provides two main benefits:

- 1) Up to 0.50% interest rate discount over the entire loan; and**
- 2) Improved ranking on the SRF Project Priority List.**

In SFY 2025 the DWSRF program provided \$1,888,430 to green project components. See Exhibit B, Green Project Reserve by Capitalization Grant Year.

In SFY 2025 projects replacing lead service lines received a reduced interest rate.

LT 11 Goal: Monitor DWSRF Set-Aside uses and activities and reconcile balances to EPA Set-Aside account balances. Continue the transfer of unused balances to the DWSRF Loan Program, thereby increasing the DWSRF Set-Aside spending rate and reducing un-liquidated obligations. Coordinate with the Indiana Department of Environmental Management and/ or the IFA Water Resources and Infrastructure Planning Program to develop new Set-Aside programs as needed.

Result: In order to reduce un-liquidated obligations, the Authority continues to reconcile Set-Aside balances and close out Capitalization Grants when complete. The Authority meets with the IDEM Drinking Water Branch as needed to discuss potential Set-Aside programs.

LT 12 Goal: Provide at least fifteen percent (15%) of the DWSRF Loan Program to systems serving fewer than 10,000 persons.

Result: In SFY 2025, 23% of DWSRF Loan Program funds went to systems serving fewer than 10,000 persons. Cumulatively, the DWSRF Loan Program has provided 37% of its funds to small systems.

LT 13 Goal: Complete continuing education courses to ensure that all SRF Loan Program technical reviewers remain aware of innovations in the wastewater and drinking water industry and can review both wastewater and drinking water projects.

Result: In SFY 2025, the Authority's technical reviewers continued with drinking water technical training by conducting on-site inspections of water main installation/replacement projects and water facility improvement projects, attending drinking water technical sessions at the Indiana Section of the American Water Works Association conference and the Indiana Rural Water Association Conference. The Authority has also conducted monthly knowledge share meetings to discuss current issues faced in the water industry.

LT 14 Goal: Coordinate with the Indiana Department of Environmental Management's Drinking Water Branch to identify public water systems with Enforcement Targeting Tool (ETT) scores of 11 or greater that may benefit from DWSRF Loan Program funding.

Result: The Authority coordinates with the IDEM's Drinking Water Branch and Enforcement Program by soliciting comments on Participants' applications, approval letters, and DWSRF Loan Program Project Priority Lists. In addition, the DWSRF Loan Program reviews the Drinking Water Branch's Enforcement Targeting Tool data quarterly and provides input on potential projects as needed.

LT 15 Goal: Ensure that DWSRF Loan Program assistance is provided to public water systems with an ETT score greater than or equal to 11, only when the conditions delineated in the SDWA section 1452(a)(3)(B) and (C) are met.

Result: The DWSRF Loan Program compares DWSRF applications to data from the Drinking Water Branch's Enforcement Targeting Tool on a quarterly basis to ensure that any DWSRF assistance is provided to public water systems with an ETT score greater than or equal to 11, only when the conditions delineated in the SDWA section 1452(a)(3)(B) and (C) are met.

LT 16 Goal: Continue to support the Alliance of Indiana Rural Water's Indiana Drinking Water Certified Operator Apprenticeship Program, which has been approved by the Department of Labor.

Result: The Authority continued to work with the Alliance of Indiana Rural Water's Certified Operator Apprenticeship Program by providing assistance for the training, supplies and salary of eligible apprentices. The project is delivering qualified, Certified Operators for wastewater and drinking water systems in Indiana to meet the needs of the future. As of June 2025, forty-four apprentices have graduated to become Certified Operators.

LT 17 Goal: Eliminate lead service lines from the drinking water distribution systems of Indiana.

Result: The Authority has utilized loan funds, set-aside funds, and other state programs to finance efforts in SFY 2025 to assist IDEM and community water systems to complete inventories to determine the count and location of lead service lines in the state, to better prioritize efforts to eliminate lead

service lines from drinking water systems of Indiana. In SFY 2025 projects were financed that are expected to result in an estimated 6,800 LSLs removed from Indiana homes.

Indiana DWSRF Loan Program
Exhibit B - Green Project Reserve in SFY 2025

| | |
|----------------------------------|---------------------|
| Green Project Reserve Reported = | \$ 1,888,430 |
|----------------------------------|---------------------|

| Community | Project Description | Total SRF Loan and Principal Forgiveness Amount | Green Project Description | Category 1: Green Infrastructure | Category 2: Water Efficiency | Category 3: Energy Efficiency | Category 4: Environmentally Innovative | Total Eligible GPR Cost (sum of Categories 1-4 plus engineering) | Closing Date |
|--------------|--|---|---------------------------|----------------------------------|------------------------------|-------------------------------|--|--|--------------|
| Oxford | Source, Storage, and Distribution Improvements + Lead Service Line Replacement | 8,297,000 | AMI Meters | - | - | 501,000.00 | - | 501,000.00 | 4/15/2025 |
| Valley Rural | Distribution Improvements + Lead Service Line Replacement | 5,695,216 | AMI Meters | - | - | 1,233,961.00 | - | 1,233,961.00 | 6/11/2025 |
| Rochester | Distribution System Improvements + Lead Service Line Replacement | 12,354,000 | Meter replacement | - | - | 153,469.00 | - | 153,469.00 | 6/18/2025 |

Indiana DWSRF Loan Program
Exhibit C- Additional Subsidization by Capitalization Grant

Summary of Additional Subsidy by Capitalization Grant:

| CAP Grant | CAP Grant Amount | Minimum Required DWSRF Additional Subsidy | Maximum DWSRF Additional Subsidy | Additional Subsidy Total Under CAP Grant as of June 30, 2025 |
|------------------|-------------------------|--|---|---|
| 2010 | 22,638,000 | 6,791,400 | 22,638,000 | 7,000,000 |
| 2011 | 15,709,000 | 4,712,700 | 15,709,000 | 5,000,000 |
| 2012 | 14,970,000 | 2,994,000 | 4,491,000 | 3,000,000 |
| 2013 | 14,046,000 | 2,809,200 | 4,213,800 | 3,000,000 |
| 2014 | 14,348,000 | 2,869,600 | 4,304,400 | 3,000,000 |
| 2015 | 14,253,000 | 2,850,600 | 4,275,900 | 3,000,000 |
| 2016 | 13,484,000 | 2,696,800 | 6,742,000 | 4,125,000 |
| 2017 | 13,368,000 | 2,673,600 | 6,684,000 | 3,000,000 |
| 2018 | 16,978,000 | 3,395,600 | 8,489,000 | 3,861,000 |
| 2019 | 16,819,000 | 4,372,940 | 9,250,450 | 9,250,450 |
| 2020 | 16,830,000 | 3,366,000 | 8,246,700 | 8,000,000 |
| 2021 | 16,815,000 | 3,363,000 | 8,239,350 | 8,000,000 |
| 2022 | 10,711,000 | 2,784,860 | 5,248,390 | 5,155,550 |
| 2023 | 8,473,000 | 2,202,980 | 4,151,770 | 4,151,220 |
| 2024 | 8,042,000 | 2,088,220 | 3,940,580 | 2,753,880 |
| 2025* | 18,736,000 | 4,865,380 | 9,169,370 | - |
| 2022 Gen Supp | 27,502,000 | 13,475,980 | 13,475,980 | 13,475,980 |
| 2022 LSLR | 43,334,000 | 21,233,660 | 21,233,660 | 21,233,660 |
| 2022 EC | 13,801,000 | 13,139,080 | 13,139,080 | 13,139,080 |
| 2023 Gen Supp | 36,128,000 | 17,702,720 | 17,702,720 | 17,702,720 |
| 2023 LSLR | 65,161,000 | 31,928,890 | 31,928,890 | 31,928,890 |
| 2023 EC | 18,233,000 | 17,708,640 | 17,708,640 | 8,401,262 |
| 2024 Gen Supp | 39,439,000 | 19,325,110 | 19,325,110 | 11,333,940 |
| 2024 LSLR | 69,506,000 | 34,057,940 | 34,057,940 | 28,342,509 |
| 2024 EC | 13,187,000 | 12,662,640 | 12,662,640 | - |
| 2025 Gen Supp* | 42,722,000 | 20,933,780 | 20,933,780 | - |
| 2025 EC* | 13,501,000 | 12,976,640 | 12,976,640 | - |
| | | | Total \$ | 217,855,141 |

*Not awarded as of June 30, 2025

Summary of Additional Subsidy Provided to DWSRF Loan Program Participants in SFY 2025:

| Participant | Closing Date | SRF Loan | Principal Forgiveness | Total Loan and Principal Forgiveness | Disadvantaged yes/no | Add Sub CAP Grant |
|-------------------------|---------------------|-----------------|------------------------------|---|-----------------------------|--------------------------|
| Wakarusa | 7/22/2024 | 10,932,000 | 199,836 | 11,131,836 | yes | 2022 EC |
| Wakarusa | 7/22/2024 | - | 1,590,164 | 1,590,164 | yes | 2023 EC |
| Cayuga | 9/3/2024 | 2,484,000 | 500,000 | 2,984,000 | yes | 2023 GS |
| Jackson County | 9/12/2024 | - | 750,000 | 750,000 | no | 2023 EC |
| Jackson County | 9/12/2024 | - | 250,000 | 250,000 | no | 2023 |
| Logansport | 10/17/2024 | 2,500,000 | 2,500,000 | 5,000,000 | yes | 2023 LSL |
| East Chicago | 11/12/2024 | 9,810,000 | 2,500,000 | 12,310,000 | yes | 2023 LSL |
| Elkhart | 11/20/2024 | - | 276,000 | 276,000 | yes | 2023 GS |
| Lafayette | 12/9/2024 | 198,527 | 905,645 | 1,104,172 | yes | 2024 LSL |
| Lafayette | 12/9/2024 | 2,301,473 | 1,594,355 | 3,895,828 | yes | 2023 LSL |
| Tell City | 12/18/2024 | 1,010,000 | 2,500,000 | 3,510,000 | yes | 2023 LSL |
| Montezuma | 12/20/2024 | 922,000 | 5,000,000 | 5,922,000 | yes | 2023 GS |
| Fort Wayne | 12/23/2024 | 2,498,000 | 2,500,000 | 4,998,000 | yes | 2024 LSL |
| IAW - Charlestown | 3/6/2025 | - | 3,305,552 | 3,305,552 | no | 2023 EC |
| IAW - Charlestown/ Gary | 3/6/2025 | - | 513,955 | 513,955 | yes | 2024 LSL |
| Oxford | 4/15/2025 | 2,500,000 | 2,500,000 | 5,000,000 | yes | 2024 LSL |
| Oxford | 4/15/2025 | 2,897,000 | 400,000 | 3,297,000 | yes | 2023 EC |
| Hammond | 4/22/2025 | 2,500,000 | 2,500,000 | 5,000,000 | yes | 2024 LSL |
| Morgantown | 4/29/2025 | 451,000 | 1,300,000 | 1,751,000 | yes | 2023 |
| Morgantown | 4/29/2025 | - | 700,000 | 700,000 | yes | 2023 EC |
| Peru | 4/30/2025 | 2,500,000 | 2,500,000 | 5,000,000 | yes | 2024 LSL |
| Peru | 4/30/2025 | - | 948,900 | 948,900 | yes | 2023 EC |
| Huntington | 5/6/2025 | 7,506,000 | 976,959 | 8,482,959 | yes | 2023 GS |
| Huntington | 5/6/2025 | - | 523,041 | 523,041 | yes | 2024 GS |
| Milford | 5/8/2025 | 1,081,683 | 1,065,000 | 2,146,683 | yes | 2023 |
| Milford | 5/8/2025 | - | 1,690,100 | 1,690,100 | yes | 2024 |
| Milford | 5/8/2025 | - | 994,900 | 994,900 | yes | 2024 GS |
| Milford | 5/8/2025 | 1,095,317 | 898,909 | 1,994,226 | yes | 2024 LSL |
| Milton | 5/14/2025 | - | 132,001 | 132,001 | yes | 2023 GS |
| Milton | 5/14/2025 | - | 3,565,999 | 3,565,999 | yes | 2024 GS |
| Milton | 5/14/2025 | - | 263,000 | 263,000 | yes | 2024 LSL |
| Citizens LSLR | 5/15/2025 | 22,000,000 | 5,000,000 | 27,000,000 | yes | 2024 LSL |
| Brazil | 6/4/2025 | 8,600,000 | 2,000,000 | 10,600,000 | yes | 2024 GS |
| Brazil | 6/4/2025 | - | 706,646 | 706,646 | yes | 2023 EC |
| Goshen | 6/5/2025 | 5,583,000 | 2,500,000 | 8,083,000 | yes | 2024 LSL |
| Valley Rural Utility | 6/11/2025 | 7,178,216 | 1,186,220 | 8,364,436 | no | 2023 |
| Valley Rural Utility | 6/11/2025 | - | 813,780 | 813,780 | no | 2024 |
| Union City | 6/18/2025 | 2,387,000 | 4,250,000 | 6,637,000 | yes | 2024 GS |
| Union City | 6/18/2025 | 5,063,000 | 716,000 | 5,779,000 | yes | 2024 LSL |
| Rochester | 6/18/2025 | 2,500,000 | 2,500,000 | 5,000,000 | yes | 2024 LSL |

Indiana Drinking Water SRF Loan Program
 Exhibit D - Equivalency Projects

Equivalency Required - Active General Grants in SFY 2025

| | | |
|---|-----------|--------------------|
| FY 2023 BIL General Supplemental Grant (remainder ¹): | \$ | 16,925,520 |
| FY 2024 Base (remainder) | \$ | 2,697,180 |
| FY 2024 BIL General Supplemental Grant: | \$ | 31,867,540 |
| FY 2025 Base: | \$ | 18,736,000 |
| FY 2025 BIL General Supplemental Grant: | \$ | 42,722,000 |
| Remainder to Report | \$ | 112,948,240 |

Equivalency Project for General Grants

| Community | Project Description | Total Equivalency Amount | complied with federal cross-cutters | will comply with the single audit act 2 CFR 200 Subpart F | BABA Compliance or applied a waiver | complied with signage requirement | reported to Sam.gov to meet FFATA requirements | Closing Date |
|-------------|--|--------------------------|-------------------------------------|---|-------------------------------------|-----------------------------------|--|--------------|
| Montezuma | New Water Treatment Plant | \$2,600,000 | yes | yes | yes | yes | yes | 12/20/2024 |
| Oxford | Source, Storage, and Distribution Improvements + Lead Service Line Replacement | \$2,897,000 | yes | yes | yes | yes | yes | 4/15/2025 |
| Hammond | Distribution System Improvements + Lead Service Line Replacement | \$500,000 | yes | yes | yes | yes | yes | 4/22/2025 |
| Morgantown | Regionalization with Brown County Water Utility and Distribution System Improvements | \$1,751,000 | yes | yes | yes | yes | yes | 4/29/2025 |
| Milford | Storage, Treatment, and Distribution Improvements + Lead Service Line Replacement | \$1,095,317 | yes | yes | yes | yes | yes | 5/8/2025 |
| Milton | Distribution Improvements (Phase 2) | \$3,600,000 | yes | yes | yes | yes | yes | 5/14/2025 |
| Citizens | Distribution Improvements + Lead Service Line Replacement | \$17,000,000 | yes | yes | yes | yes | yes | 5/15/2025 |
| Brazil | Source and Treatment Improvements | \$9,293,354 | yes | yes | yes | yes | yes | 6/4/2025 |
| Goshen | Distribution Improvements + Lead Service Line Replacements | \$3,083,000 | yes | yes | yes | yes | yes | 6/5/2025 |
| Union City | Source, Treatment, and Distribution Improvements + Lead Service Line Replacement | \$5,063,000 | yes | yes | yes | yes | yes | 6/18/2025 |
| Crown Point | Distribution System Improvements + Lead Service Line Replacement | \$2,500,000 | yes | yes | yes | yes | yes | 6/30/2025 |

| | |
|--|---------------------|
| Equivalency Project Cost Total: | \$49,382,671 |
| <i>Remainder to Report in SFY 2026</i> | <i>63,565,569</i> |

Indiana Drinking Water SRF Loan Program
Exhibit D - Equivalency Projects

Lead Service Line Replacement Funds (less set-asides)

| | | |
|------------------------------------|-----------|--------------------|
| FY 2022 LSLR Capitalization Grant: | \$ | 32,933,840 |
| FY 2023 LSLR Capitalization Grant: | \$ | 61,554,560 |
| FY 2024 LSLR Capitalization Grant: | \$ | 66,373,280 |
| Total LSLR Grants | \$ | 160,861,680 |
| Reported in previous years | \$ | 88,150,518 |
| amendments | \$ | (628,041) |
| Remainder to Report | \$ | 73,339,203 |

FY 2025 LSLR Capitalization Grant allotment pending

Amendments

| Community | Amendment | Original Equivalency Amount | Amended Equivalency Amount | Closing Date | Amendment |
|------------|--------------------------------------|-----------------------------|----------------------------|--------------|---|
| Chalmers | No LSLR found in system | | | 6/26/2023 | reduced LSL, assigned general funds, non EQ |
| St Bernice | Discovered less LSL than anticipated | 1,000,000 | 476,959 | 3/20/2024 | reduced LSL, assigned general funds, non EQ |

| Community | Project Description | 105,000 Equivalency Amount | Additional Subsidy | Loan | complied with federal cross-cutters | will comply with the single audit act 2 CFR 200 Subpart F | BABA Compliance or applied a waiver | complied with signage requirement | reported to Sam.gov to meet FFATA requirements | Closing Date |
|-----------------|-------------------------------|----------------------------|--------------------|-----------|-------------------------------------|---|-------------------------------------|-----------------------------------|--|--------------|
| Logansport | Lead Service Line Replacement | 5,000,000 | 2,500,000 | 2,500,000 | Yes | Yes | Yes | Yes | Yes | 10/17/2024 |
| East Chicago | Lead Service Line Replacement | 5,000,000 | 2,500,000 | 2,500,000 | Yes | Yes | Yes | Yes | Yes | 11/12/2024 |
| Lafayette | Lead Service Line Replacement | 5,000,000 | 2,500,000 | 2,500,000 | Yes | Yes | Yes | Yes | Yes | 12/9/2024 |
| Tell City | Lead Service Line Replacement | 3,260,000 | 2,500,000 | 760,000 | Yes | Yes | Yes | Yes | Yes | 12/18/2024 |
| Fort Wayne | Lead Service Line Replacement | 4,998,000 | 2,500,000 | 2,498,000 | Yes | Yes | Yes | Yes | Yes | 12/23/2024 |
| IAW Charlestown | Lead Service Line Replacement | 513,955 | 513,955 | - | Yes | Yes | Yes | Yes | Yes | 3/6/2025 |
| Oxford | Lead Service Line Replacement | 5,000,000 | 2,500,000 | 2,500,000 | Yes | Yes | Yes | Yes | Yes | 4/15/2025 |
| Hammond | Lead Service Line Replacement | 4,500,000 | 2,500,000 | 2,000,000 | Yes | Yes | Yes | Yes | Yes | 4/22/2025 |
| Peru | Lead Service Line Replacement | 5,000,000 | 2,500,000 | 2,500,000 | Yes | Yes | Yes | Yes | Yes | 4/30/2025 |
| Milford | Lead Service Line Replacement | 898,909 | 898,909 | - | Yes | Yes | Yes | Yes | Yes | 5/8/2025 |
| Milton | Lead Service Line Replacement | 263,000 | 263,000 | - | Yes | Yes | Yes | Yes | Yes | 5/14/2025 |
| Citizens | Lead Service Line Replacement | 10,000,000 | 5,000,000 | 5,000,000 | Yes | Yes | Yes | Yes | Yes | 5/15/2025 |
| Goshen | Lead Service Line Replacement | 5,000,000 | 2,500,000 | 2,500,000 | Yes | Yes | Yes | Yes | Yes | 6/5/2025 |
| Union City | Lead Service Line Replacement | 706,000 | 706,000 | - | Yes | Yes | Yes | Yes | Yes | 6/18/2025 |
| Rochester | Lead Service Line Replacement | 4,500,000 | 2,500,000 | 2,000,000 | Yes | Yes | Yes | Yes | Yes | 6/18/2025 |
| Crown Point | Lead Service Line Replacement | 5,000,000 | - | 5,000,000 | Yes | Yes | Yes | Yes | Yes | 6/30/2025 |

| | |
|---|-------------------|
| LSLR Equivalency Project Cost Total: | 64,639,864 |
| <i>Remainder to Report in SFY 2026</i> | <i>8,699,339</i> |

Indiana Drinking Water SRF Loan Program
Exhibit D - Equivalency Projects

Emerging Contaminants Grants

| | | |
|---|-----------|-------------------|
| FY 2022 BIL Emerging Contaminant Grant (less set-asides taken): | \$ | 13,139,080 |
| FY 2023 BIL Emerging Contaminant Grant (less set-asides taken): | \$ | 17,708,640 |
| FY 2024 BIL Emerging Contaminant Grant (less set-asides taken): | \$ | 12,662,640 |
| FY 2025 BIL Emerging Contaminant Grant (less set-asides taken): | \$ | 12,976,640 |
| Total Grants | \$ | 43,510,360 |
| Reported in previous years | \$ | 12,939,244 |
| amendments | | n/a |
| Remainder to Report | \$ | 30,571,116 |

Equivalency Project for Emerging Contaminants:

| Community | Project Description | Total Equivalency Amount | complied with federal cross-cutters | will comply with the single audit act 2 CFR 200 Subpart F | BABA Compliance or applied a waiver | complied with signage requirement | reported to Sam.gov to meet FFATA requirements | Closing Date |
|----------------------|--|--------------------------|-------------------------------------|---|-------------------------------------|-----------------------------------|--|--------------|
| Wakarusa | Supply and Water Treatment Plant Improvements to remove iron and manganese from the system. (Mn) | 1,790,000 | Yes | Yes | Yes | Yes | Yes | 7/22/2024 |
| Jackson County Water | Planning and Design for a new WTP to treat for PFAS. Considering GAC or ion exchange. (PFAS) | 750,000 | Yes | Yes | Yes | Yes | Yes | 9/12/2024 |
| IAW - Charlestown | The Charlestown WTP receives groundwater from four wells. Sampling efforts found five pfas compounds in the source water. The project will remove PFAS in Charlestown's drinking water supply with adsorption through granular activated carbon (GAC). (PFAS0) | 3,305,552 | Yes | Yes | Yes | Yes | Yes | 3/6/2025 |
| Oxford | Testing detected perfluorohexanoic acid (PFHxA) in Oxford's source water in March of 2022. The project includes planning efforts to further understand PFAS in the raw and treated water, and evaluate capital improvement alternatives to meet PFAS drinking water limits. (PFAS) | 400,000 | Yes | Yes | Yes | Yes | Yes | 4/15/2025 |
| Morgantown | Regionalization with BCWU to abandon water source with documented manganese exceedances. (Mn) | 700,000 | Yes | Yes | Yes | Yes | Yes | 4/29/2025 |
| Peru | The project will make repairs to the filter concrete, underdrains, and filter media at the water treatment plant allowing the plant to reliably remove manganese, and remove lead service lines from the distribution system. (Mn) | 948,900 | Yes | Yes | Yes | Yes | Yes | 4/30/2025 |
| Brazil | The project will make improvements to existing wells, and make improvements to the distribution system to remove residences from service from the raw water main, eliminating manganese to customers. (Mn) | 706,646 | Yes | Yes | Yes | Yes | Yes | 6/4/2025 |

| | |
|--|-------------------|
| EC Equivalency Project Total: | 8,601,098 |
| <i>Remainder to Report in SFY 2026</i> | <i>21,970,018</i> |

| DWSRF Participant: Wakarusa | | | |
|--|---------------|---------------------------------------|---------------|
| SRF Project #: | DW22312001 | DWSRF Loan Amount: | \$ 10,932,000 |
| DWSRF Loan Closed: | July 22, 2024 | Principal Forgiveness: | \$ 1,790,000 |
| Affected Population: | 1,800 | Total Loan and Principal Forgiveness: | \$ 12,722,000 |
| Loan Term: | 20 years | NIMS Categories | |
| Interest Rate: | 0.00% | Treatment: | \$ 12,454,318 |
| | | Source: | \$ 267,681 |
| Equivalency (EC): | 1,790,000 | Estimated SRF Savings: | \$ 8,628,366 |
| This Project: Assists a compliant system to maintain compliance and comply with upcoming requirements. | | | |
| <p>Project Description:</p> <p>The existing Water Treatment Plant in the Town of Wakarusa has reached the end of its useful life. Multiple pieces of equipment including the existing aerator and reaction basin, two 10-inch wells, and three pressure filters were installed in the 1960s and are in poor condition. Wakarusa’s source water is high in iron and manganese, and the Water Treatment Plant does not have adequate capacity to meet current and future water demands and the system redundancy needs improved.</p> <p>The Water Treatment Plant Replacement project includes the following:</p> <ul style="list-style-type: none"> • Two 450 gpm wells, pumps, well houses and appurtenances, • One 450 GPF Induced Draft Aerator, • One approximate 15,000 gpm High Service Pumps with Variable Frequency Drives, • Vertical Pressure Filters (firm capacity of 450 gpm) with Anthracite Media and air/water backwash system, • Two chemical rooms for polyphosphate and Sodium Hypochlorite storage, • Laboratory, restroom, controls/office, electrical and storage rooms, • Approximately 6,000 square foot WTP building, • New electrical service, • Diesel powered generator for back-up power, • Instrumentation and controls, and • Site piping modifications, site storm water management, and other site improvements. <p>The improvements at the water treatment plant include filters, aerators, SCADA improvements and process interconnections that will allow the system to sufficiently remove manganese, an emerging contaminant, from the finished water. The proposed improvements will replace equipment that has outlived its useful life and allow the Town to provide reliability and redundancy in its water supply and treatment processes.</p> | | | |

| DWSRF Participant: Cayuga | | | |
|--|-------------------|---------------------------------------|--------------|
| SRF Project #: | DW23298303 | DWSRF Loan Amount: | \$ 2,484,000 |
| DWSRF Loan Closed: | September 3, 2024 | Principal Forgiveness: | \$ 500,000 |
| Affected Population: | 1,162 | Total Loan and Principal Forgiveness: | \$ 2,984,000 |
| Loan Term: | 20 years | NIMS Categories | |
| | | Treatment: | \$ 125,567 |
| Interest Rate: | 2.00% | Transmission & Distribution | \$ 2,520,959 |
| | | Source: | \$ 337,472 |
| Equivalency: | n/a | Estimated SRF Savings: | \$ 1,549,703 |
| This Project: Assists a compliant system to maintain compliance. | | | |
| <p>Project Description:</p> <p>The Town of Cayuga has multiple needs to improve the water system. The chlorine injection facilities are in poor condition and are in a location that is prone to frequent flooding that limits access to the vault. The well's electrical and controls are aging and require replacement. The existing distribution system contains sections of lead jointed pipe, which can leach into the water causing high concentrations of lead, creating a public health concern. The Town also has inoperable valves in the downtown area that require replacement.</p> <p>The Cayuga Drinking Water System Improvements project includes:</p> <ul style="list-style-type: none"> • Demolition of existing chlorine injection vault, and installation of approximately 675 linear feet of new water line to Well #2, tap main for chemical feed; • Replacement of the existing electrical and controls equipment at both existing wells; • Installation of approximately 5,720 feet of 8-inch diameter water main along SR-234 from the existing wells to Division Street, to replace the existing water main; • Installation of approximately 2,730 feet of 8-inch diameter water main along Curtis Street, to replace the existing 4-inch and 6-inch diameter lead jointed water main and the replacement of associated hydrants, valves, and approximately thirty-six service lines. • Installation of approximately fifteen 4- to 6-inch valves, along SR-234, Curtis Street, and Thompson Street to replace the existing old, inoperable valves, removal of existing valves; and project-related appurtenances. <p>Improvements to the existing aging infrastructure will provide the town with a sustainable, safe, reliable, and affordable drinking water for its customers.</p> | | | |

| DWSRF Participant: Jackson County Water Authority | | | |
|--|--------------------|---------------------------------------|--------------|
| SRF Project #: | DW24343605 | DWSRF Loan Amount: | \$ 0 |
| DWSRF Loan Closed: | September 12, 2024 | Principal Forgiveness: | \$ 1,000,000 |
| Affected Population: | 13,667 | Total Loan and Principal Forgiveness: | \$ 1,000,000 |
| Loan Term: | 20 years | NIMS Categories | |
| Interest Rate: | 0.00% | Treatment: | \$ 1,000,000 |
| Equivalency (EC): | \$750,000 | Estimated SRF Savings: | \$ 1,414,392 |
| This Project: Assists a noncompliant system to achieve compliance. | | | |
| <p>Project Description:</p> <p>The Jackson County Water Utility’s existing drinking water supply is polluted by a PFAS plume associated with a historical industrial site. The existing water treatment plant, constructed in 1985 and later expanded, was originally designed to reduce iron and manganese concentrations and to remove some calcium hardness. The plant is not equipped for PFAS filtration. The plant is operationally complex due to aging equipment, high raw water iron concentrations that impact equipment, and the retrofitted nature of the building. The existing distribution system includes various sections that experience frequent severe leaks. Other sections require such as looping to eliminate dead ends or larger diameter mains to serve anticipated residential populations. The elevated storage tanks currently do not have mixers installed and could lead to Total Residual Chlorine violations. Two booster stations are at the end of their useful life and require back-up power.</p> <p>Phase I of this project includes:</p> <ul style="list-style-type: none"> • Hydrogeological investigations and groundwater modeling • Test well drilling • Aquifer formation verification • Test pumping and water quality testing <p>This planning and design project will allow the system to plan a project that will improve and expand water supply capacity and quality, increase water treatment capacity, incorporate PFAS filtration into the treatment train, and upgrade the distribution system to meet projected overall and regional demand throughout the service area.</p> | | | |

| DWSRF Participant: Jasonville | | | |
|--|--------------------|---------------------------------------|--------------|
| SRF Project #: | DW24731103 | DWSRF Loan Amount: | \$ 2,007,000 |
| DWSRF Loan Closed: | September 25, 2024 | Principal Forgiveness: | \$ 0 |
| Affected Population: | 3,660 | Total Loan and Principal Forgiveness: | \$ 2,007,000 |
| Loan Term: | 26 years | NIMS Categories | |
| Interest Rate: | 0.00% | Treatment: | \$ 2,007,000 |
| Equivalency: | n/a | Estimated SRF Savings: | \$ 1,438,127 |
| This Project: Assists a noncompliant system to achieve compliance. | | | |
| <p>Project Description:</p> <p>Due to a vehicle collision and ensuing fire, the City of Jasonville’s drinking water facility suffered significant damage and is currently operating at half capacity with only one filter and two high service pumps. The chemical feed and electrical systems also suffered significant damage. The treatment facility needs to be rehabilitated to provide redundancy, and to ensure the utility remains capable of providing an adequate supply of treated water to its users.</p> <p>The Water Treatment Facility Emergency Rehabilitation project includes:</p> <ul style="list-style-type: none"> • Packaged filtration system to replace the West Filter Unit; • Modifications to existing East Filter Unit; • Three high service pumps; • Chlorine treatment and scrubber systems; • Treatment plant building, including laboratory and office spaces; • Electrical equipment, SCADA system modifications, flow metering; and • Demolition of existing treatment plant building and West Filter Unit. <p>The Emergency Rehabilitation project will ensure the utility is capable of providing an adequate and reliable supply of clean water to its users.</p> | | | |

| DWSRF Participant: Lapel | | | |
|--|------------------|---------------------------------------|------------|
| SRF Project #: | DW24754803 | DWSRF Loan Amount: | \$ 300,000 |
| DWSRF Loan Closed: | October 10, 2024 | Principal Forgiveness: | \$ 0 |
| Affected Population: | 2,068 | Total Loan and Principal Forgiveness: | \$ 300,000 |
| Loan Term: | 20 years | NIMS Categories | |
| Interest Rate: | 0.00% | Transmission & Distribution | \$ 300,000 |
| Equivalency: | n/a | Estimated SRF Savings: | \$ 161,257 |
| This Project: Allows the system to achieve compliance. | | | |
| <p>Project Description:</p> <p>The Drinking Water System Improvements Project includes supply, treatment, storage, and distribution system improvements, which will address existing and 20-year needs. The improvements include:</p> <ul style="list-style-type: none"> • State Road 13 supply well improvements, including installation of VFD, chemical cleaning, and pump/motor overhaul; • Ford Street supply well improvements, including building upgrades, installation of VFD, chemical cleaning, pump replacement, and upgrade well discharge piping; • Hydrogeological investigation for future well location; • Abandon the remaining out-of-service well; • Water treatment plant improvements, including upsized chlorine gas system and scrubber, added chlorinator and pre-filtration injection point; new polymer and sodium permanganate feed systems; new chemical storage and feed building; upgraded filter media to both sand and anthracite; new raw water flow meter; and upgraded SCADA; • Ground storage tank improvements, including new mixer and controls; • Elevated storage tank improvements, including epoxy repairs and modifications to access hatch and overflow pipe; • Additional pump station, including two 750 gpm pumps, enclosure, discharge piping, connections, controls and standby power; and • Approximately 10,500 LF of 6- and 8-inch diameter water main to replace undersized pipe in Priority Areas 1-4, including associated valves, hydrants and connections. <p>Supply well improvements will extend the existing wells' operational lifetime, and a hydrogeologic investigation is necessary to find a reliable water source for future water demand. Water treatment plant improvements will allow proper treatment of ammonia, iron and manganese removal, and will replace obsolete SCADA equipment. The storage tank improvements will allow the Town to continue to provide adequate water quality and system pressure. The additional pump station will connect to the existing ground storage tank to mitigate stagnant water. Replacement of undersized distribution piping along with aging hydrants and valves will address water main breaks, extend life expectancy of the components, and reduce water loss.</p> | | | |

| DWSRF Participant: Logansport | | | |
|---|------------------|---------------------------------------|--------------|
| SRF Project #: | DW24660904 | DWSRF Loan Amount: | \$ 2,500,000 |
| DWSRF Loan Closed: | October 17, 2024 | Principal Forgiveness: | \$ 2,500,000 |
| Affected Population: | 18,369 | Total Loan and Principal Forgiveness: | \$ 5,000,000 |
| Loan Term: | 20 years | NIMS Categories | |
| Interest Rate: | 0.00% | Transmission & Distribution | \$ 5,000,000 |
| Equivalency (LSLR): | \$ 5,000,000 | Estimated SRF Savings: | \$ 5,187,614 |
| This Project: Allows the system to take steps toward compliance with the LCRI. | | | |
| <p>Project Description:</p> <p>To meet the goal of removing all lead service lines from the City’s distribution system, the Logansport Utilities commenced the first phase of a three-phase lead service line replacement program in April 2023. This project acts as the second phase of the lead service line replacement program currently underway in Logansport.</p> <p>The lead service line replacement project in the City of Logansport will replace approximately 4,000 lead and galvanized service lines from the water main to the premise plumbing throughout the City. Phase 1 of the project, currently under construction, will replace approximately 1,200 lead and galvanized service lines. Phase 2 of the project will replace approximately 1,100 lead and galvanized service lines.</p> <p>The project will eliminate identified lead service lines in the community. The improvements will reduce the risk of lead exposure and improve the operation of the system by reducing water loss. Phase 2 will prioritize replacements based on the following criteria: critical customers (hospitals, schools, nursing homes, etc.), backlog replacements, US Census income and diversity information, and one-off replacements.</p> | | | |

| DWSRF Participant: East Chicago | | | |
|--|-------------------|---------------------------------------|---------------|
| SRF Project #: | DW22434507 | DWSRF Loan Amount (a): | \$ 2,500,000 |
| | | DWSRF Pooled Loan Amount (b): | \$ 7,310,000 |
| DWSRF Loan Closed: | November 12, 2024 | Principal Forgiveness: | \$ 2,500,000 |
| Affected Population: | 27,457 | Total Loan and Principal Forgiveness: | \$ 12,310,000 |
| Loan a & b Term: | 35 years | NIMS Categories | |
| Interest Rate a: | 0.00% | Treatment: | \$ 4,244,025 |
| Interest Rate b: | 3.99% | Transmission & Distribution | \$ 8,065,974 |
| Equivalency (LSLR): | \$ 5,000,000 | Estimated SRF Savings: | \$ 6,151,105 |
| This Project: Allows a noncompliant system to achieve compliance and allows the system to take steps toward compliance with the LCRI | | | |
| <p>Project Description:</p> <p>The City of East Chicago has an aged existing elevated water tank that is inadequate for system needs. The elevated water storage tank hydraulic grade/overflow elevation is too low to effectively act as a surge tank or to provide adequate sustained system pressure within the City. Existing membrane filters at the WTP are reaching the end of their lifecycle. New filter skids need installed at the membrane water filtration plant to increase capacity and redundancy. Water main along N. Roxanna Drive has low pressure and low available fire flow. Improvements are needed to increase water pressure, reliability, redundancy, and fire flow capacity. The project area also contains lead service lines that should be removed to address public health concerns.</p> <p>The East Chicago Water Distribution System Improvements Project includes:</p> <ul style="list-style-type: none"> • Installation of approximately 2,700 LF of 6-inch through 12-inch diameter water main along N. Roxanna Drive; • Installation of redundant membrane filtration skids for the Pennsylvania Avenue membrane filtration plant; • Planning and design services for a new water tank. • Replacement of approximately 400 lead service lines <p>The water main will provide looping and improve the static and residual pressures in the Roxanna neighborhood. Improvements at the membrane filtration plant will add redundancy and resiliency during normal backwash and cleaning cycles and replace equipment that has outlived its useful life. The water tank will provide emergency water storage capacity and improved surge protection. The removal of lead service lines will reduce the risk to public health and comply with the lead and copper rule.</p> | | | |

| DWSRF Participant: Elkhart | | | |
|---|-------------------|---------------------------------------|------------|
| SRF Project #: | DW24722002 | DWSRF Loan Amount: | \$ 0 |
| DWSRF Loan Closed: | November 20, 2024 | Principal Forgiveness: | \$ 276,000 |
| Affected Population: | 45,698 | Total Loan and Principal Forgiveness: | \$ 276,000 |
| Loan Term: | n/a | NIMS Categories | |
| Interest Rate: | 0.00% | Transmission & Distribution | \$ 276,000 |
| Equivalency: | n/a | Estimated SRF Savings: | \$ 424,356 |
| This Project: Allows the system to take steps toward compliance with the LCRI | | | |
| <p>Project Description:</p> <p>The City of Elkhart has a Consent Decree for implementation of their Long Term Control Plan that requires the City to construct a new combined sewer overflow storage tank and conveyance directly to the WWTP to reduce CSOs in the combined sewer system.</p> <p>The Drinking Water Service Line Replacement project coincides with the Oakland Avenue Project B, Oakland CSO Storage Tank and Local Sewers project. Local sewers will include sewer separation with new storm sewer which requires relocation of water main in the project area to continue complying with IDEM water and sewer separation requirements and maintain adequate cover over the water main.</p> <p>This project covers the relocation of the existing water main. Upsizing from 6-inch and 8-inch diameter to 12-inch diameter will improve water supply and quality. Replacing service lines along the relocated water main will identify and eliminate potential lead service lines in the area. The improvements will reduce the risk of lead exposure and improve the operation of the system by reducing water loss.</p> | | | |

| DWSRF Participant: Middlebury | | | |
|--|-------------------|---------------------------------------|--------------|
| SRF Project #: | DW23112002 | DWSRF Loan Amount: | \$ 9,808,000 |
| DWSRF Loan Closed: | November 21, 2024 | Principal Forgiveness: | \$ 0 |
| Affected Population: | 3,572 | Total Loan and Principal Forgiveness: | \$ 9,808,000 |
| Loan Term: | 20 years | NIMS Categories | |
| Interest Rate: | 3.49% | Treatment: | \$ 5,187,506 |
| | | Transmission & Distribution | \$ 337,024 |
| | | Storage: | \$ 4,283,469 |
| Equivalency: | n/a | Estimated SRF Savings: | \$ 1,290,481 |
| This Project: Assists a compliant system to maintain compliance. | | | |
| <p>Project Description:</p> <p>The Town of Middlebury’s Water Tower No. 1 has exceeded its useful life and lacks a consistent operational range. Based on population and commercial business trends, the Town will face a fire suppression deficiency within the next 10 years without action. The water treatment plant has experienced control system interruptions due to lightning strikes, resulting in detention tank overflows and costly lid seal blow-outs. Rehabilitation of the existing above-ground Clearwell is necessary to repair a cracked section of the glass lining on the inside of the steel tank. The original distribution valves, installed over 20 years ago, have operated under groundwater conditions at various times and need updated. The Water System Improvements Project Phase 1 includes:</p> <ul style="list-style-type: none"> • Replacement of elevated Storage Tank No. 1 with a proposed Multi-Leg Steel 500,000-gallon elevated storage tank in the adjacent parcel to the south, including fencing and gates; • Physical modifications to the detention tank at the treatment plant, including adding a relief overflow and an additional alarm instrument; • Rehabilitation of the existing above-ground Clearwell tank to repair a cracked section of the glass lining on the inside of the steel tank; • Construction of a second Aerator and Detention Tank with an overflow structure northeast from the main building; • Construction of an additional valve unit containing influent, effluent, and bypass piping; • Improvement of the chemical inspection system; • Construction of a new 200,000-gallon Clearwell Storage Tank; • Construction of new pressure-reducing valves to house new valves at Crystal Valley Drive near Krider Drive and Shoemake Drive near Wayne Street. <p>This project will improve redundancy and storage capacity for the treatment plant. The upgrades will allow the plant to perform critical routine maintenance while continuing to produce high quality water without interruption. Changes to the existing chemical system and tank overflows will account for current repeat issues. Replaced elevated tanks will add capacity and make operating elevation adjustments.</p> | | | |

| DWSRF Participant: Lafayette | | | |
|---|------------------|---------------------------------------|--------------|
| SRF Project #: | DW24547901 | DWSRF Loan Amount: | \$ 2,500,000 |
| DWSRF Loan Closed: | December 9, 2024 | Principal Forgiveness: | \$ 2,500,000 |
| Affected Population: | 49,000 | Total Loan and Principal Forgiveness: | \$ 5,000,000 |
| Loan Term: | 20 years | NIMS Categories | |
| Interest Rate: | 0.00% | Transmission & Distribution | \$ 5,000,000 |
| Equivalency (LSLR): | \$ 5,000,000 | Estimated SRF Savings: | \$ 5,187,614 |
| This Project: Allows the system to take steps toward compliance with the LCRI | | | |
| <p>Project Description:</p> <p>Lafayette Water Works identified approximately 3,250 service lines in their drinking water distribution system that are known to be lead in their Lead Service Line inventory completed in May of 2023. With recent changes to the Lead and Copper Rule, drinking water systems must identify their service lines and remove lead service lines in the distribution system.</p> <p>To meet these requirements, the Lead Service Line Replacements project includes the following:</p> <ul style="list-style-type: none"> • Replacement of all lead service lines and galvanized service lines requiring replacement (GRR) in the water distribution system. The replacement will be done in multiple phases, prioritizing older areas of the distribution system with high concentrations of lead service lines. • Full replacement of the lead service lines and GRR from the water main to the exterior of the building or, if the shut-off valve or meter are located inside the building, to the closest interior shut-off valve or meter. <p>This project will reduce lead in the environment and improve the safety of Lafayette Water Works' drinking water.</p> | | | |

| DWSRF Participant: Citizens | | | |
|--|-------------------|---------------------------------------|---------------|
| SRF Project #: | DW24700605 | DWSRF Pooled Loan Amount: | \$104,834,000 |
| DWSRF Loan Closed: | December 10, 2024 | Principal Forgiveness: | \$ 0 |
| Affected Population: | 334,652 | Total Loan and Principal Forgiveness: | \$104,834,000 |
| Loan Term: | 35 years | NIMS Categories | |
| Interest Rate: | 4.00% | Transmission & Distribution | \$104,834,000 |
| Equivalency: | n/a | Estimated SRF Savings: | \$ 13,550,779 |
| This Project: Assists a compliant system to maintain compliance. | | | |
| <p>Project Description:</p> <p>Citizens Energy Group has developed and engineering plan in collaboration with Lebanon Utility to supply up to 25 MGD of drinking water to the City of Lebanon, which is necessary to meet regional growth needs. The Citizens-Lebanon Water Supply Program includes:</p> <ul style="list-style-type: none"> • Installation of an additional pump at the 107th St. Booster Station with additional improvements including electrical services, replacement of the HVAC system, installation of variable frequency drive, and integration of system controls for the new pump • Construction of a new booster station and storage facility with 15 MGD firm pumping capacity and 3 MG storage capacity • Installation of 16-inch DI main along 96th St; installation of 24-in DI main and 30-in HDPE main along Lafayette Rd; installation of 16-in DI and 20-in HDPE water main along Moore Rd; installation of 30-in DI and 36-in HDPE main along E CR 750 S, S CR 475 E, Whitestown pkwy, SR 267, E CR 550 S, S CR 200 E, E CR 250 S, and E CR 260 S; installation of 24-in DI and 30-in HDPE main along E CR 950 N and N CR 1025 E; installation of 24-in DI and 30-in HDPE main along E CR 950 N, N CR 925 E, Maloney Rd, N CR 900 E, E CR 700 N, and N CR 1000 E; installation of 30-in and 36-in DI and 36-in and 42-in HDPE main along IN-32; installation of 24-in DI and 30-in HDPE main along Lafayette Rd; installation of 36-in DI and 42-in HDPE main along River Rd. • Construction of 25 MGD booster station and two 2.0 MG storage tanks including the structure, pumps, piping and valves, a chloramination station, electrical, and instrumentation equipment • Construction of 12 MGD booster station and two 1.5 MG elevated storage tanks including the structure, pumps, piping and valves, a chloramination station, electrical, and instrumentation equipment • Construction of 10 MGD booster station and two 1 MG storage tanks including the structure, pumps, piping and valves, a chloramination station, electrical, and instrumentation equipment • Expansion of the White River North WTP from 34 to 59 MGD <p>The project will allow Citizen’s Energy Group to extend service to the project area, allowing Lebanon sufficient capacity to meet the current needs of the population.</p> | | | |

| DWSRF Participant: Tell City | | | |
|---|-------------------|---------------------------------------|--------------|
| SRF Project #: | DW24176201 | DWSRF Loan Amount: | \$ 1,010,000 |
| DWSRF Loan Closed: | December 18, 2024 | Principal Forgiveness: | \$ 2,500,000 |
| Affected Population: | 9,315 | Total Loan and Principal Forgiveness: | \$ 3,510,000 |
| Loan Term: | 35 years | NIMS Categories | |
| Interest Rate: | 0.00% | Transmission & Distribution | \$ 3,510,000 |
| Equivalency (LSLR): | \$ 3,260,000 | Estimated SRF Savings: | \$ 4,386,705 |
| This Project: Allows the system to take steps toward compliance with the LCRI | | | |
| <p>Project Description:</p> <p>In 2016, Lochmueller Group completed a water distribution study which included the development of an existing system water model in WaterGEMS as well as potential projects. In 2023, LochGroup took an evaluation of Tell City’s entire water system to create an Asset Management Plan (AMP). The AMP establishes priorities for existing system replacement needs and new projects. The highest priority from the 2023 AMP is to achieve compliance with the LCRI regulatory requirements. Tell City has developed its service line inventory and has identified service lines designated as Galvanized Requiring Replacement (GRR) in accordance with EPA’s Lead and Copper Rule Revisions.</p> <p>The SRF funded Lead Service Line Replacement Project includes the replacement of approximately 250 GRR service lines, along with asset management and related planning costs. Complete service line replacements include replacement from the main line to the premise plumbing.</p> <p>The replacement of these service lines will bring the City closer to achieving compliance with LCRI regulatory requirements.</p> | | | |

| DWSRF Participant: Evansville | | | |
|---|-------------------|---------------------------------------|---------------|
| SRF Project #: | DW22048204 | DWSRF Loan Amount: | \$ 7,500,000 |
| | | DWSRF Pooled Loan Amount: | \$ 42,500,000 |
| DWSRF Loan Closed: | December 20, 2024 | Principal Forgiveness: | \$ 0 |
| Affected Population: | 173,000 | Total Loan and Principal Forgiveness: | \$ 50,000,000 |
| Loan Term: | 25 years | NIMS Categories | |
| Interest Rate: | 3.50% | Treatment: | \$50,000,000 |
| Equivalency: | n/a | Estimated SRF Savings: | \$ 8,456,241 |
| This Project: Assists a compliant system to maintain compliance. | | | |
| <p>Project Description:</p> <p>The Evansville Water and Sewer Utility existing surface water treatment plant was originally constructed in the 1870's and has undergone multiple expansions and plant modifications. Many components are beyond the end of their useful life.</p> <p>The Project consists of the following improvements to the Participant's Drinking Water System:</p> <ul style="list-style-type: none"> • Raw water intake Low Service Pump Station (LSPS) improvements, including rehabilitation of piping, pumping, intake bar screens, sump pump station, and bridge walkway; replacement of roofing, coating systems, space heater system, valve actuators, low voltage switchgear, and pump control system; pump rebuild; and installation of new VFDs; • High Service Pump Station 2 improvements, including replacement of coating systems and valve actuators; building inspection and repair; demolition of steam generator backup engines; pump rebuild; and installation of new VFDs; • High Service Pump Station 3 improvements, including replacement of coating systems, valve actuators, and pump control system; pump rebuild; and installation of new VFDs; • South Filter Building and Filters Nos. 29-32 improvements, including replacement of coating systems, electrical enclosures, dehumidification system, and filter backwash supply pump, piping and valves; modifications to raw water piping; and rehabilitation of the motor control center; • Site electrical improvements, including rehabilitation of plant switchgear, power panels, and generator with subsystems; and replacement of generator automatic transfer switch; • Site work, including demolition of site buildings, clearing and rough grading; levee and levee cap structural repairs; extending outfall piping in Ohio River to below normal pool elevation; rehabilitation of filter backwash water main around levee floodwall; relocation of Harbour's Edge sewer force main; replacement of fluoride chemical systems and sanitary lift station for the administration building; and • Groundwater supply investigation, planning and design. <p>The improvements at the water treatment plant will allow the Evansville Water and Sewer Utility to provide long term reliability, safe operations, and improved water quality.</p> | | | |

| DWSRF Participant: Montezuma | | | |
|--|-------------------|---------------------------------------|---------------|
| SRF Project #: | DW23346102 | DWSRF Loan Amount: | \$ 922,000 |
| DWSRF Loan Closed: | December 26, 2024 | Principal Forgiveness: | \$ 5,000,000 |
| Affected Population: | 1,022 | Total Loan and Principal Forgiveness: | \$ 5,922,000 |
| Loan Term: | 20 years | NIMS Categories | |
| Interest Rate: | 2.00% | Treatment: | \$ 5,442,480 |
| | | Transmission & Distribution | \$ 398,138 |
| | | Source: | \$ 81,380 |
| Equivalency (GS): | \$ 2,600,000 | Estimated SRF Savings: | \$ 10,718,884 |
| This Project: Assists a noncompliant system to achieve compliance | | | |
| <p>Project Description:</p> <p>The Town of Montezuma has increased levels of nitrate in its source water, and the existing water treatment plant cannot sufficiently treat for nitrate. The treated water nitrate concentrations have exceeded the EPA maximum contaminant level multiple times since 2019. As a result, the Town is under an Agreed Order with IDEM to address noncompliance with National Primary Drinking Water Standards for nitrate. This project is in alignment with the IDEM-approved Compliance Plan associated with the Agreed Order. Additionally, the pumps, electrical systems, and buildings associated with the community’s wells have reached their end of useful life. The Water Systems Improvements project includes:</p> <ul style="list-style-type: none"> • Replacement of the three existing well pumps and associated electrical upgrades • Construction of a new WTP including chlorine injection pretreatment, high service pumps, vertical pressure filters, sodium bisulfate and anti-scalant chemical feed systems, reverse osmosis treatment system, chlorine disinfection, and a stabilization chemical feed system. Construction of the facility includes a new building to house treatment units, office and lab space, waste handling holding tank and pump station, site development and utility installation, backup emergency power • Construction of approximately 2,200 LF of 2” force main and 400 LF of 8” gravity sewer, along with a new outfall to the Wabash River, installed along Jackson and Patterson Streets, to convey and discharge RO concentrate from the proposed treatment facility • Construction of a sanitary lift station, approximately 1,300 LF of 2” force main installed along Jackson and Wilkison Streets, and a vacuum sewer pit near the intersection of Wilkison and Madison Streets, to convey and discharge sewage and filter backwash from the new treatment facility to the existing sanitary sewer system <p>This project will reduce treated water nitrate concentrations below the MCL to bring the Town’s water system into compliance with State drinking water regulations and Federal Safe Drinking Water Requirements. The project will also replace source water assets that have exceeded their useful life, ensuring adequate water supply to the system.</p> | | | |

| DWSRF Participant: Fort Wayne | | | |
|---|-------------------|---------------------------------------|--------------|
| SRF Project #: | DW24210208 | DWSRF Loan Amount: | \$ 2,498,000 |
| DWSRF Loan Closed: | December 23, 2024 | Principal Forgiveness: | \$ 2,500,000 |
| Affected Population: | 270,402 | Total Loan and Principal Forgiveness: | \$ 4,998,000 |
| Loan Term: | 35 years | NIMS Categories | |
| Interest Rate: | 0.00% | Transmission & Distribution | \$ 4,998,000 |
| Equivalency (LSLR): | \$ 4,998,000 | Estimated SRF Savings: | \$ 5,186,539 |
| This Project: Allows the system to take steps toward compliance with the LCRI | | | |
| <p>Project Description:</p> <p>The City of Fort Wayne continually evaluates the needs of the water utility. The master plans for both the distribution and the treatment facilities were last updated in 2019 for a ten-year planning criterion. The critical needs are based on the performance criteria of adequacy, efficiency, dependability, and reliability, as defined by the AWWA Research Foundation. Several neighborhoods in the City have been identified as having lead service lines. The selected area has been identified as a priority area for lead service line replacement based on factors including poverty levels, presence of children under 17, and lead sampling results in the areas.</p> <p>This project will address the replacement of approximately 387 lead service lines in the underserved areas of the City. This project also includes the replacement of approximately 26,000 LF of water main, along with approximately 40 new hydrants, approximately 60 new gate valves/boxes, removal of approximately 55 hydrants and approximately 90 valves.</p> <p>The improvements also include the replacement of service lines in older areas of the distribution system, in an effort to reduce the risk of lead exposure and improve the operation of the system by reducing water loss. It is proposed that the Participant replace the service lines from the main to the premise plumbing. The Participant intends to follow the AWWA C810-17 standard.</p> | | | |

| DWSRF Participant: Lebanon | | | |
|---|------------------|---------------------------------------|---------------|
| SRF Project #: | DW24770603 | DWSRF Pooled Loan Amount: | \$ 78,675,000 |
| DWSRF Loan Closed: | December 30,2024 | Principal Forgiveness: | \$ 0 |
| Affected Population: | 16,098 | Total Loan and Principal Forgiveness: | \$ 78,675,000 |
| Loan Term: | 35 years | NIMS Categories | |
| Interest Rate: | 4.00% | Transmission & Distribution | \$ 68,592,501 |
| | | Storage: | \$ 10,082,499 |
| Equivalency: | n/a | Estimated SRF Savings: | \$ 10,169,483 |
| This Project: Assists a compliant system to maintain compliance. | | | |
| <p>Project Description:</p> <p>The Lebanon Utilities Water System has an overall capacity of approximately 4.60 MGD. Presently, based upon current demands and allocated water for future projects, the remaining allocatable water in the system is at or near zero. While Lebanon Utilities' Water System has a strong supply of water for current users and previously approved and allocated projects, the amount of allocatable water capacity is extremely limited. Future demand due to regional growth requires a new water supply, along with improvements to LU infrastructure.</p> <p>Phase 1 of the overall program will provide an additional 2 MGD water supply. Infrastructure improvements for Phase 1 include a meter vault, ground storage tank, and booster station at Connection Point 1 with CEG, large diameter water transmission lines to connect Connection Point 1 to the existing Lebanon Utilities System, and an elevated storage tank near SR 32 to help regulate pressures.</p> | | | |

| DWSRF Participant: IAW - Charlestown | | | |
|--|---------------|---------------------------------------|------------|
| SRF Project #: | DW24044501b | DWSRF Loan Amount: | \$ 0 |
| DWSRF Loan Closed: | March 6, 2025 | Principal Forgiveness: | \$ 513,955 |
| Affected Population: | 300 | Total Loan and Principal Forgiveness: | \$ 513,955 |
| Loan Term: | 20 years | NIMS Categories | |
| Interest Rate: | 0.00% | Transmission & Distribution | \$ 513,955 |
| Equivalency (LSLR): | \$ 513,955 | Estimated SRF Savings: | \$ 790,218 |
| This Project: Allows the system to take steps toward compliance with the LCRI | | | |
| <p>Project Description:</p> <p>The IAW Charlestown Water Service Line Replacement project coincides with Gary Sanitary District's 27th & Chase PS force main Replacement Phase 3 Project. The water distribution system in the project area is owned and operated by IAW, and it is anticipated that lead service lines will be disturbed by the proposed project.</p> <p>IAW will replace water service lines along the project alignment in advance of the force main construction to reduce the risk of lead exposure. The project will replace the lead service lines from the main to the premise plumbing following the AWWA C810-17 standard.</p> <p>The improvements will reduce the risk of lead exposure and improve the operation of the system by reducing water loss.</p> | | | |

| DWSRF Participant: IAW - Charlestown | | | |
|---|---------------|---------------------------------------|--------------|
| SRF Project #: | DW24471001 | DWSRF Loan Amount: | \$ 0 |
| DWSRF Loan Closed: | March 6, 2025 | Principal Forgiveness: | \$ 3,305,552 |
| Affected Population: | 7,430 | Total Loan and Principal Forgiveness: | \$ 3,305,552 |
| Loan Term: | 20 years | NIMS Categories | |
| Interest Rate: | 0.00% | Treatment: | \$ 3,305,552 |
| Equivalency (EC): | \$ 3,305,552 | Estimated SRF Savings: | \$ 5,082,361 |
| This Project: Allows the system to achieve compliance. | | | |
| <p>Project Description:</p> <p>The Indiana American Water - Charlestown water treatment facility receives groundwater from four separate wells. Based on sampling efforts, there has been detection of multiple PFAS compounds in each of the well sources and finished water. A total of five separate PFAS compounds have been detected between the various sources and finished water, PFBA, PFBS, PFOA, PFOS, and Gen-X.</p> <p>This project will remove PFAS in Charlestown’s drinking water supply with adsorption through Granular Activated Carbon (GAC) and will treat full flow from the water treatment facility. Use of GAC media is recommended for PFAS removal to meet water quality standards with the lowest lifecycle cost. The project includes six 10-foot diameter GAC pressure vessels, along with associated pumping, piping, electrical, and controls.</p> <p>The treatment project will address PFAS, which is defined as an emerging contaminant of concern by the US EPA.</p> | | | |

| DWSRF Participant: Oxford | | | |
|--|----------------|---------------------------------------|--------------|
| SRF Project #: | DW22340402 | DWSRF Loan Amount A: | \$ 2,500,000 |
| | | DWSRF Loan Amount B: | \$ 2,897,000 |
| DWSRF Loan Closed: | April 15, 2025 | Principal Forgiveness A: | \$ 2,500,000 |
| | | Principal Forgiveness B: | \$ 400,000 |
| Affected Population: | 1,165 | Total Loan and Principal Forgiveness: | \$ 8,297,000 |
| Loan Term A&B: | 35 years | NIMS Categories | |
| Interest Rate A: | 0.00% | Treatment: | \$ 400,000 |
| Interest Rate B: | 2.30% | Transmission & Distribution | \$ 7,897,000 |
| Equivalency (GS): | \$ 2,897,000 | Estimated SRF Savings: | \$ 6,609,996 |
| (LSLR) | \$ 5,000,000 | | |
| (EC) | \$ 400,000 | | |
| This Project: Assists a noncompliant system to achieve compliance and, allows the system to take steps toward compliance with the LCRI | | | |
| <p>Project Description:</p> <p>The Town of Oxford's water system contains sections of undersized and aged distribution infrastructure that result in low pressures and frequent water main breaks. Customer meters have surpassed their life expectancy, and the existing reading and billing software is no longer supported. Utility staff have noted the presence of lead service lines and galvanized service lines with lead goosenecks within the distribution system. PFAS testing detected perfluorohexanoic acid (PFHxA) in Oxford's source water in March of 2022. The Phase 1 Water Utility Improvements and PFAS Planning and Design project includes:</p> <ul style="list-style-type: none"> • Replace existing 4-inch water main with 6-inch water main along Benton Street from N Crown Street to Justus Street; approximately 1,400 LF, within road right-of-way • Replace existing 10-inch water main with 10-inch water main along SR 55 and Howard Street from E 675 S to McConnell Street; approximately 5,500 LF, paralleling the existing water main within the existing easement • Replace meters system-wide, including pits, lids, and setters as required, approximately 540 AMI meters • Complete replacement of lead service lines throughout the service area disturbed by the water main replacement and meter replacement construction projects • Initial PFAS sampling to determine PFAS treatment design parameters and existing treatment effectiveness • Piloting of applicable PFAS-removal technologies, as necessary for design based on sampling results <p>The project includes advanced metering infrastructure that will make the system more energy efficient and qualifies the project for the green project reserve incentive program. The project will improve system reliability and decrease water loss and revenue loss as well as reduce the risk of lead exposure.</p> | | | |

| DWSRF Participant: Hammond | | | |
|--|----------------|---------------------------------------|--------------|
| SRF Project #: | DW24294503 | DWSRF Loan Amount: | \$ 2,500,000 |
| DWSRF Loan Closed: | April 25, 2025 | Principal Forgiveness: | \$ 2,500,000 |
| Affected Population: | 77,879 | Total Loan and Principal Forgiveness: | \$ 5,000,000 |
| Loan Term: | 30 years | NIMS Categories | |
| Interest Rate: | 0.00% | Transmission & Distribution | \$ 5,000,000 |
| Equivalency (LSLR): | \$ 4,500,000 | Estimated SRF Savings: | \$ 5,524,259 |
| This Project: Allows the system to take steps toward compliance with the LCRI | | | |
| <p>Project Description:</p> <p>The City of Hammond plans to continue removal of lead lines, both to support utility priorities as well as achieve Lead and Copper Rule compliance. Hammond’s initial lead service line inventory identified more than 20,000 lead service lines within their distribution system.</p> <p>The Lead Service Line Replacement Phase II Project includes replacement of service lines in older areas of the distribution system. The project includes the replacement of 700 lead service lines as well as necessary procedure development and pre- and post-replacement activities. This includes support for continued improvement of required procedures, communication, and educational touch points with customers, data and communications management, contracting, pre- and post-replacement activities including follow up sampling and pitcher filters. The service lines will be replaced from the main to the premise plumbing and will follow the AWWA C810-17 standard.</p> <p>The project will improve public health and support Hammond’s compliance with the Lead and Copper Rule Revisions. All replacements completed as part of this project will be full lead service line replacements, eliminating any lead found between the water main and the water meter—including lead goosenecks if identified.</p> | | | |

| DWSRF Participant: Morgantown | | | |
|--|----------------|---------------------------------------|--------------|
| SRF Project #: | DW24605502 | DWSRF Loan Amount: | \$ 451,000 |
| DWSRF Loan Closed: | April 29, 2025 | Principal Forgiveness: | \$ 2,000,000 |
| Affected Population: | 1125 | Total Loan and Principal Forgiveness: | \$ 2,451,000 |
| Loan Term: | 20 years | NIMS Categories | |
| Interest Rate: | 2.28% | Transmission & Distribution | \$ 2,451,000 |
| Equivalency (GS): | \$ 1,751,000 | Estimated SRF Savings: | \$ 3,201,817 |
| (EC) | \$ 700,000 | | |
| This Project: Assists a compliant system to maintain compliance and comply with upcoming requirements. | | | |
| <p>Project Description:</p> <p>Morgantown’s drinking water source is contaminated with manganese, and the current system is aging and reaching the point where it is necessary to replace certain components of the water system. The Morgantown Drinking Water Improvements Project includes:</p> <ul style="list-style-type: none"> • BCWU Connection #1: Construction of approximately 960 LF of water main, including 1 pressure valve/meter vault, flow meter, pressure reducing valve/piping, approximately 2 gate valves/boxes, and miscellaneous project-related appurtenances. Construction of approximately 630 LF of water main, including approximately 1 gate valve/box, and miscellaneous project-related appurtenances. • BCWU Connection #2: Construction of approximately 700 LF of water main, including 1 pressure reducing valve/meter vault, flow meter, pressure reducing valve/piping, and 1 hydrant with auxiliary valving, and miscellaneous project-related appurtenances. • Church Street: Construction of approximately 1,800 LF of water main, approximately 4 hydrants with auxiliary valving, replacement of approximately 16 services and project-related appurtenances • Highland Street: Construction of approximately 250 LF of water main, including 1 hydrant with auxiliary valving, replacement of approximately 5 services and project-related appurtenances. • Park Street: Construction of approximately 1,000 LF of water main, including approximately 2 hydrants with auxiliary valving, replacement of approximately 15 services and project-related appurtenances. • Water Main Abandonment/Retire Water Main on Highland: Construction of relocation of approximately 3 services and project-related appurtenances. • Clark and Hoosier Streets: Construction of approximately 675 LF of water main, including replacement of approximately 9 services and project-related appurtenances. • Gibson Street: Construction of approximately 675 LF of water main, including replacement of approximately 9 services and miscellaneous project-related appurtenances. • Decommissioning Existing Water Treatment Plant and Wells and project-related appurtenances. • Hydrant Replacement and Valve Installation: Installation of approximately 2 new insertion valves, 6 new cut-in gate valves/boxes, 6 new hydrants with auxiliary valves, resetting/repairing 2 existing hydrants, and miscellaneous project-related appurtenances. <p>The regionalization with BCWU will abandon a contaminated water source and address manganese, which is defined as an emerging contaminant of concern by the EPA.</p> | | | |

| DWSRF Participant: Peru | | | |
|---|----------------|---------------------------------------|--------------|
| SRF Project #: | DW24585204 | DWSRF Loan Amount: | \$ 2,500,000 |
| DWSRF Loan Closed: | April 30, 2025 | Principal Forgiveness: | \$ 3,448,900 |
| Affected Population: | 11,417 | Total Loan and Principal Forgiveness: | \$ 5,948,900 |
| Loan Term: | 20 years | NIMS Categories | |
| Interest Rate: | 0.00% | Treatment: | \$ 932,761 |
| | | Transmission & Distribution | \$ 5,016,139 |
| Equivalency (LSLR): | \$ 5,000,000 | Estimated SRF Savings: | \$ 6,845,777 |
| (EC) | \$ 948,900 | | |
| This Project: Assists a noncompliant system to achieve compliance, and allows the system to take steps toward compliance with the LCRI | | | |
| <p>Project Description:</p> <p>Peru Utilities' filters are not consistently removing manganese to below the secondary maximum contaminant level due to the filter media being in poor condition. Additionally, Peru Utilities has begun to inventory service lines and has identified lead and galvanized service lines that require replacement. To meet the regulatory requirements and provide safe and aesthetically pleasing drinking water to the community, the Lead Service Line and Filter Media Replacement Project includes:</p> <ul style="list-style-type: none"> • Pilot testing of filter media to identify the most efficient and cost-effective media type and depth, and the optimal chlorine and potassium permanganate doses • Removal of the existing filter media and replacement with the selected media and supporting gravel in all six filters • Inspection and repair, if needed, of the underdrains in all six filters • Investigation and repair of the leak in Filter No. 6 • Replacement of lead service lines and galvanized service lines requiring replacement in the water distribution system. Replacement will be done in multiple phases throughout the service area, prioritizing areas with high lead concentrations, and will include the service line from the water main to the outside face of the property or to the meter if it is located inside the building. Service line replacement also includes pavement restoration and seeding • Replacement of all meter pits where service line replacements are required. <p>The improvements include the replacement of service lines in older areas of the distribution system, in an effort to reduce the risk of lead exposure and improve the operation of the system by reducing water loss. The city will replace service lines from the main to the premise plumbing following the AWWA C810-17 standard. The repairs to the filter and underdrains at the water treatment plant will allow the plant to reliably remove manganese, identified as an emerging contaminant of concern.</p> | | | |

| DWSRF Participant: Huntington | | | |
|---|-------------|---------------------------------------|--------------|
| SRF Project #: | DW24403503 | DWSRF Loan Amount: | \$ 7,506,000 |
| DWSRF Loan Closed: | May 6, 2025 | Principal Forgiveness: | \$ 1,500,000 |
| Affected Population: | 17,022 | Total Loan and Principal Forgiveness: | \$ 9,006,000 |
| Loan Term: | 20 years | NIMS Categories | |
| Interest Rate: | 2.28% | Treatment: | \$ 3,236,510 |
| | | Transmission & Distribution | \$ 1,580,875 |
| Equivalency: | n/a | Source: | \$ 4,188,615 |
| | | Estimated SRF Savings: | \$ 4,416,146 |
| This Project: Assists a compliant system to maintain compliance. | | | |
| <p>Project Description:</p> <p>Huntington’s South Water Plant was constructed in 1959, and equipment and structures have either passed or are nearing the end of their useful life. Wells #5A and 7 are currently closed due to equipment failure. To continue to produce safe drinking water and meet 20-year water demand projections, an increase in well capacity and a new South Water Treatment Plant are needed. The project is divided into two phases.</p> <p>Phase 1 includes two new drinking water wells, including pumps, well houses, backup power generator, and site piping; plant raw water pump station; relocated water main piping; sanitary sewer lift station, force main, and connections to replace an existing failing septic system; backup power at the plant; demolishing existing wells and well houses; site improvements to prepare for Phase 2; and engineering planning and design costs for both phases.</p> <p>Phase 2 includes water treatment plant building; package treatment units (aeration, detention, and filtration); chemical feed and injection systems; clear well; high service pumps; backwash water holding tank and recycle pumps; dewatering building and pumps; new maintenance building; conversion of existing backwash lagoon to backwash dewatering detention pond; abandon two remaining backwash lagoons; and demolish existing treatment plant building.</p> <p>Project upgrades will allow Huntington to meet 20-year water demand projections, increase efficiency, and assist staff with ease of operation and maintenance.</p> | | | |

| DWSRF Participant: Milford | | | |
|--|--------------|---------------------------------------|--------------|
| SRF Project #: | DW24224301 | DWSRF Loan Amount A: | \$ 1,081,683 |
| | | DWSRF Loan Amount B: | \$ 1,095,317 |
| DWSRF Loan Closed: | May 8, 2025 | Principal Forgiveness A: | \$ 3,750,000 |
| | | Principal Forgiveness B: | \$ 898,909 |
| Affected Population: | 1,556 | Total Loan and Principal Forgiveness: | \$ 6,825,909 |
| Loan Term A & B: | 20 years | NIMS Categories | |
| Interest Rate A & B: | 2.53% | Treatment: | \$ 4,831,683 |
| | | Transmission & Distribution | \$ 1,994,226 |
| Equivalency (GS): | \$ 1,095,317 | Estimated SRF Savings: | \$ 7,694,104 |
| (LSLR) | \$ 898,909 | | |
| This Project: Assists a compliant system to maintain compliance and allows the system to take steps toward compliance with the LCRI | | | |
| <p>Project Description:</p> <p>The Town of Milford is facing several drinking water challenges. Parts of the distribution system contain lead service lines. Dead-end water mains cause stagnant, poor-quality water, and low pressure in areas of Milford’s distribution system. High iron and manganese concentrations cause staining, taste, and odors that result in low customer satisfaction and damage to water meters and household plumbing. Insufficient mixing of the storage tank causes water to stagnate, contributing to the Town’s water quality problems. The project includes:</p> <ul style="list-style-type: none"> • Installation of water mains to provide looping of the distribution system in the following areas: Sixth St. from Higbee St. to just west of the Goshen Housing Authority, Fourth St. from Elm St. to Maple St., Catherin St. and Elm St. intersection, First St. and Maple St. intersection, Emeline St. from James St. to East St., James St. and Catherine St. intersection, Shaffer St. from Catherine St. to Fourth St., and Shaffer St. from Syracuse St. to Alexis Dr. • Replacement of approximately 60 lead service lines throughout the distribution system and along water mains impacted by the proposed water main looping project • Installation of a packaged filtration system to remove iron and manganese to below the secondary maximum contaminant levels • Construction of a building to house the water filtration system and chemical addition equipment • Installation of a backup generator and mixer at the existing elevated storage tank <p>The proposed project will address system-wide needs associated with water quality, aging infrastructure, and system reliability to ensure that Milford’s customers consistently receive safe and aesthetically pleasing drinking water. The improvements include the replacement of service lines in older areas of the distribution system, in an effort to reduce the risk of lead exposure and improve the operation of the system by reducing water loss. The service lines will be replaced from the main to the premise plumbing and will follow the AWWA C810-17 standard.</p> | | | |

| DWSRF Participant: Milton | | | |
|---|------------|---------------------------------------|--------------|
| SRF Project #: | DW22418902 | DWSRF Loan Amount: | \$ 0 |
| DWSRF Loan Closed: | 5/14/2025 | Principal Forgiveness: | \$ 3,961,000 |
| Affected Population: | 650 | Total Loan and Principal Forgiveness: | \$ 3,961,000 |
| Loan Term: | 20 years | NIMS Categories | |
| Interest Rate: | 0.00% | Treatment: | \$ 74,768 |
| | | Transmission & Distribution | \$ 3,886,231 |
| Equivalency (LSLR): | \$ 263,000 | Estimated SRF Savings: | \$ 6,356,818 |
| This Project: Assists a compliant system to maintain compliance, and allows the system to take steps toward compliance with the LCRI | | | |
| <p>Project Description:</p> <p>The Town of Milton’s drinking water components are in need of several upgrades and repairs. The existing distribution system experiences frequent breaks, isolation options are limited, and looping in areas is minimal. These issues have caused concerns with water quality and pressure levels. Additionally, the utility has faced continued trouble with outdated operations. Because of these issues, the Town is often unable to maintain a consistent drinking water product. The Drinking Water Systems Improvements Project includes:</p> <ul style="list-style-type: none"> • Control panels and SCADA integration at existing storage tank and water treatment plant; • Lead service line replacements throughout the service area; • Replacement of existing meters with automatic meters; • Water distribution main, including associated connections and identified valves within the right-of-way: <ul style="list-style-type: none"> o Approximately 8,925 LF of 8-inch diameter pipe, o Approximately 6,200 LF of 6-inch diameter pipe; • Replacement and isolation valves throughout the distribution system; and • New bulk filling station at water treatment plant <p>The project will improve accuracy and reliability of the control system; reduce the potential of lead exposure; reduce operation time and water loss; address the need for looping; increase reliability during routine and reactive maintenance; and allow for accurate tracking of bulk water purchase.</p> | | | |

| DWSRF Participant: Citizens Energy Group | | | |
|--|--------------|---------------------------------------|---------------|
| SRF Project #: | DW24684903 | DWSRF Loan Amount (A): | \$ 5,000,000 |
| | | DWSRF Pooled Loan Amount (B): | \$ 17,000,000 |
| DWSRF Loan Closed: | May 15, 2025 | Principal Forgiveness (A): | \$ 5,000,000 |
| Affected Population: | 334,652 | Total Loan and Principal Forgiveness: | \$ 27,000,000 |
| Loan Term A&B: | 20 years | NIMS Categories | |
| Interest Rate A: | 0.00% | Transmission & Distribution | \$ 27,000,000 |
| Interest Rate B: | 4.10% | | |
| Equivalency (GS): | \$17,000,000 | Estimated SRF Savings: | \$ 13,091,171 |
| (LSLR) | \$10,000,000 | | |
| This Project: Assists a compliant system to maintain compliance and allows the system to take steps toward compliance with the LCRI | | | |
| <p>Project Description:</p> <p>Analysis of utility service line records indicates the presence of approximately 75,000 service lines in Center Township and surrounding areas with the potential to contain at least some portion of lead pipe and can be classified as a lead service line. Citizens Water anticipates the replacement of up to 75,000 lead service lines present in several areas within the City of Indianapolis as part of their Lead Service Line Replacement Plan. The Citizens Water LSLR Plan is required by the Lead and Copper Rule and has been approved by the IURC.</p> <p>The current SRF Funded Lead Service Line Replacement Project includes replacement of all lead service lines that have been funded within the priority areas of Martindale Brightwood and Near NW-Riverside neighborhoods, totaling approximately 6,500 lead service lines. The project will include lead service line replacement for the full lead service line and water flushing and sampling packets for customers after replacement.</p> <p>Citizen’s Lead Service Line Plan has a goal of eliminating all lead service lines in the Citizens Water System. The project reduces the risk of lead exposure and improves the operation of the system by reducing water loss.</p> | | | |

| DWSRF Participant: Brazil | | | |
|--|--------------|---------------------------------------|---------------|
| SRF Project #: | DW24331102 | DWSRF Loan Amount: | \$ 8,600,000 |
| DWSRF Loan Closed: | June 4, 2025 | Principal Forgiveness: | \$ 2,706,646 |
| Affected Population: | 12,000 | Total Loan and Principal Forgiveness: | \$ 11,306,646 |
| Loan Term: | 35 years | NIMS Categories | |
| Interest Rate: | 3.08% | Transmission & Distribution | \$ 8,315,152 |
| | | Source: | \$ 2,991,493 |
| Equivalency (GS): | \$ 9,293,354 | Estimated SRF Savings: | \$ 8,491,363 |
| (EC) | \$ 706,646 | | |
| This Project: Assists a compliant system to maintain compliance and comply with upcoming requirements. | | | |
| <p>Project Description:</p> <p>The City of Brazil’s raw water contains manganese, and the existing wells and raw water transmission main are nearing the end of their useful life. The existing wells require yearly cleaning to maintain capacity and the raw water transmission main between the Well Field and Water Treatment Plant has experienced numerous leaks. Additionally, several residences were directly connected to the raw water main when they were originally constructed and require adequately treated drinking water. The Well and Raw Water Main Replacement project includes:</p> <ul style="list-style-type: none"> • Installation of one 800-gpm vertical turbine well and appurtenances, with elevated platform and well house, well field site improvements to accommodate the new well, and approximately 1,000 linear feet of 12-inch raw water main to connect the new well to existing infrastructure • Installation of a standby generator at the Well Field • Installation of approximately 24,000 linear feet of 24-inch raw water main and appurtenances along the north side of US-40 between the Well Field and WTP • Installation of approximately 16,000 linear feet of 4-inch distribution main and appurtenances along the north side of US-40 between the Well Field and WTP, including 4 new service lines from the new distribution main to the four existing customers. • Purchase of a vacuum truck for use within the drinking water system <p>The project will provide additional redundant capacity in the Well Field, ensure that critical infrastructure can operate uninterrupted for the planning period, and provide fully treated water to customers currently served from the raw water transmission main, addressing manganese to customers. Manganese is noted as an emerging contaminant by the EPA.</p> | | | |

| DWSRF Participant: Goshen | | | |
|--|--------------|---------------------------------------|--------------|
| SRF Project #: | DW24442003 | DWSRF Loan Amount A: | \$ 2,500,000 |
| | | DWSRF Loan Amount B: | \$ 3,083,000 |
| DWSRF Loan Closed: | June 5, 2025 | Principal Forgiveness: | \$ 2,500,000 |
| Affected Population: | 35,000 | Total Loan and Principal Forgiveness: | \$ 8,083,000 |
| Loan Term A: | 35 years | NIMS Categories | |
| Loan Term B: | 20 years | | |
| Interest Rate A: | 0.00% | | |
| Interest Rate B: | 3.53% | Transmission & Distribution | \$ 8,083,000 |
| Equivalency (GS): | \$ 3,083,000 | Estimated SRF Savings: | \$ 6,018,908 |
| (LSLR) | \$ 5,000,000 | | |
| This Project: Allows the system to take steps toward compliance with the LCRI | | | |
| <p>Project Description:</p> <p>The City of Goshen has developed a service line inventory for the 11,620 service lines in their system. No lead service lines have been identified to date, but 1,154 of the known service lines are galvanized requiring replacement.</p> <p>The SRF funded Lead Service Line Replacement Project includes the replacement of approximately 450 GRR service lines and lead connectors, along with approximately 2,900 LF of aged and undersized water main. In general, both the utility and customer sides will be replaced, and replacements will run from the utility main to premise plumbing and include the service line connector/gooseneck. In some cases, the utility side was previously replaced but a customer-side GRR remains, and thus only the customer side will be replaced through this project. The City of Goshen will also complete sanitary sewer, storm sewer, and roadway improvements within the project area, which will not be funded by SRF but will take place concurrently to reduce impact on customers.</p> <p>The improvements include the replacement of service lines in older areas of the distribution system, in an effort to reduce the risk of lead exposure and improve the operation of the system by reducing water loss.</p> | | | |

| DWSRF Participant: Valley Rural Utility Company | | | |
|--|---------------|--|---------------|
| SRF Project #: | DW22461501 | DWSRF Loan Amount A: | \$ 3,695,216 |
| | | DWSRF Loan Amount B: | \$ 3,122,000 |
| | | DWSRF Loan Amount C: | \$ 361,000 |
| DWSRF Loan Closed: | June 11, 2025 | Principal Forgiveness (A): | \$ 2,000,000 |
| Affected Population: | 5,529 | Total Loan and Principal Forgiveness: | \$ 9,178,216 |
| Loan Term A: | 20 years | NIMS Categories Transmission & Distribution \$ 8,027,484 Storage: \$ 1,150,732 | |
| Loan Term B: | 35 years | | |
| Loan Term C: | 35 years | | |
| Interest Rate A: | 2.53% | | |
| Interest Rate B: | 3.33% | | |
| Interest Rate C: | 0.00% | | |
| Equivalency: | n/a | Estimated SRF Savings: | \$ 10,540,295 |
| This Project: Assists a compliant system to maintain compliance. | | | |
| <p>Project Description:</p> <p>Valley Rural Utility Company’s existing manual and radio-read meters require replacement due to aging and potential inaccuracy, impacting billing and water loss detection. The current 2-inch water mains, made of Schedule 40 PVC, are susceptible to pressure spikes and leaks due to material degradation and topographical factors. The high-service pumps and associated components have reached the end of their useful life, requiring replacement to prevent efficiency loss and potential failure. The storage tanks are in good condition but need repairs as identified in recent inspections. The watermain replacement project includes:</p> <ul style="list-style-type: none"> • Installation of new meters with advanced metering infrastructure • Installation of valves and flushing hydrants throughout the existing system • Replacement of water mains with 6-in water mains along Tuppence Trail, Tyrolean Way, Sandamont Dr., and Longview Dr., and looping of mains on Hickory Rd and Overlook Circle. • Addition of 8-inch redundant feed line on the south side of the dam • Lead service line replacements throughout the system • Replacement of high-service pumps, including adding variable frequency drives, replacement of the backup generator, and associated piping valves and appurtenances • Replacement of pump station building • Repair and rehabilitation of the 500,000 gallon Stateline Tank and the 100,000 gallon Valley Woods Tank. The repairs include new security cameras; new SCADA, alarms, and mixers for both tanks; cleaning and painting; new interior ladders; new sidewall manways; and miscellaneous improvements. <p>The project includes advanced metering infrastructure that will make the system more energy efficient and qualifies the project for the green project reserve incentive program. The project will provide system redundancy, improve water tank storage for longevity, and will help prevent unexpected failure.</p> | | | |

| DWSRF Participant: Rochester | | | |
|---|---------------------------|---------------------------------------|---------------|
| SRF Project #: | DW24302501& DW24312502 | DWSRF Loan Amount A: | \$ 2,500,000 |
| | | DWSRF Pooled Loan Amount B: | \$ 12,354,000 |
| DWSRF Loan Closed: | June 18, 2025 | Principal Forgiveness: | \$ 2,500,000 |
| Affected Population: | 6,089 | Total Loan and Principal Forgiveness: | \$ 17,354,000 |
| Loan Term A&B: | 35 years | NIMS Categories | |
| Interest Rate A: | 0.00% | Treatment: | \$ 6,250,713 |
| Interest Rate B: | 4.58% | Transmission & Distribution | \$ 5,000,000 |
| | | Storage: | \$ 6,103,287 |
| Equivalency (LSLR): | \$5,000,000 | Estimated SRF Savings: | \$ 7,416,964 |
| This Project: Assists a compliant system to maintain compliance and allows the system to take steps toward compliance with the LCRI | | | |
| <p>Project Description:</p> <p>The City of Rochester has developed its service line inventory following guidelines presented by the US EPA. To prioritize future inventory and service line replacement efforts, a ranking system was created to further characterize/confirm service line material and/or determine order of lead service line replacement activities. During water utility master planning effort the City also identified several high priority needs including inadequate water storage, inadequate looping in the distribution system, and water infrastructure in the Manitou Heights neighborhood beyond its useful life.</p> <p>To address these issues the City’s project includes:</p> <ul style="list-style-type: none"> • Replacement of lead service lines within the City’s water distribution system, prioritizing Disadvantaged Community areas; • Construction of a 750,000-gallon elevated storage tank southwest of the intersection of US 31 and S CR 50 E; • Construction of water main looping projects, totaling approximately 7,200 linear feet of 8-inch and 12-inch water main at East SR 14, Apache Drive, S CR 50 E (Industrial Park), and S CR 50 E (Country Meadows) including new bulk meter and metering vault; • Redundant US 31 crossing at SR 25, approximately 6,200 linear feet of 12-inch water main. • Hydrant and valve replacement in Manitou Heights. <p>The project includes the Country Meadows Meter Vault as part of the improvements of the distribution system. The meter vault will make the system more energy efficient and is eligible for the green project reserve incentive program. The project will reduce the risk of lead exposure and improve operation of the system by reducing water loss. It will ensure compliance with federal regulations regarding removal of lead service lines.</p> | | | |

| DWSRF Participant: Union City | | | |
|--|----------------------------|---------------------------------------|---------------|
| SRF Project #: | DW24186801 & DW24186802 | DWSRF Loan Amount A: | \$ 2,387,000 |
| | | DWSRF Loan Amount B: | \$ 5,063,000 |
| DWSRF Loan Closed: | June 18, 2025 | Principal Forgiveness A: | \$ 4,250,000 |
| | | Principal Forgiveness B: | \$ 716,000 |
| Affected Population: | 3,454 | Total Loan and Principal Forgiveness: | \$ 12,416,000 |
| Loan Term A: | 20 years | NIMS Categories | |
| Loan Term B: | 35 years | Source: | \$ 574,201 |
| Interest Rate A& B: | 1.00% | Treatment: | \$ 6,062,799 |
| | | Transmission & Distribution | \$ 5,779,000 |
| Equivalency: | \$ 5,063,000 \$ 716,000 | Estimated SRF Savings: | \$ 15,578,598 |
| This Project: Assists a compliant system to maintain compliance and allows the system to take steps toward compliance with the LCRI | | | |
| <p>Project Description:</p> <p>The City of Union City’s water supply and treatment capacity are insufficient for the needs of the community. Low pressures and a lack of looping in the distribution system present water quality and safety concerns. Lead service lines that are present in the City’s water system present a threat to public health.</p> <p>Work at the North WTP includes installation of one new 100-gpm well; one new 500-gpm high service pump; one new 235-gpm pressure filter; improvements to the chlorine feed system; and installation of related piping, metering, electrical, instrumentation, controls, and appurtenances. Work at the South WTP includes replacement of two pressure filters with larger 1350-gpm filters; replacement of three high service pumps with new 1400-gpm high service pumps; upsizing process piping; improvements to the chlorine feed system; expansion of the backwash tank to hold 115,000 gallons; installation of related piping, metering, electrical, instrumentation, controls, fencing, and appurtenances at the South WTP; and upgraded electrical service at the wellfield.</p> <p>Distribution system improvements include construction of a south water main loop of approximately 7,000 LF of 20-inch water main running from the intersection of SR-32 and Progress Drive east and northeast from farm fields to Ballpark Road then east to Howard Street to the South WTP; construction of a water main extension at the Union City Industrial Park consisting of approximately 7,500 LF of 20-inch pipe that will tie into Cardinal Ethanol’s privately owned water main and then reduce to 6 inches and continue approximately 1,200 LF further south; replacement of service lines along the south water main loop, the Industrial Park water main extension, and approximately 145 additional lines throughout the distribution system that are lead or galvanized requiring replacement; and installation of associated valves, fittings, hydrants, and other appurtenances.</p> <p>The south water main loop will help maintain adequate system pressure, improve system redundancy, and reduce water age. The water main extension to the industrial park will provide water for future development, and replacement of lead and GRR service lines will improve the health and safety of the City’s water users.</p> | | | |

| DWSRF Participant: Crown Point | | | |
|--|---------------|---------------------------------------|--------------|
| SRF Project #: | DW24414504 | DWSRF Loan Amount A: | \$ 2,500,000 |
| | | DWSRF Loan Amount B: | \$ 5,000,000 |
| DWSRF Loan Closed: | June 30, 2025 | Principal Forgiveness: | \$ 0 |
| Affected Population: | 30,000 | Total Loan and Principal Forgiveness: | \$ 7,500,000 |
| Loan Term A & B: | 20 years | NIMS Categories | |
| Interest Rate A: | 3.03% | Transmission & Distribution | \$ 7,500,000 |
| Interest Rate B: | 0.00% | | |
| Equivalency (GS): | \$ 2,000,000 | Estimated SRF Savings: | \$ 3,161,307 |
| (LSLR) | \$ 5,000,000 | | |
| This Project: Allows the system to take steps toward compliance with the LCRI | | | |
| <p>Project Description:</p> <p>The City of Crown Point has evaluated the service lines within the water distribution system and has prioritized and selected project areas to serve the purposes of providing a thorough assessment of the conditions and/or issues associated with the lead and galvanized service lines along with corresponding opportunities for remedy, ensuring compliance with federal regulations regarding removal of lead and galvanized service lines, and ensuring that safe potable water is provided in the future. To prioritize future inventory and service line replacement efforts, a ranking system was created to further characterize/confirm service line material and/or determine order of lead service line replacement activities. These rankings include highest priority (known lead/galvanized materials), high priority (unknown-likely has lead on both sides of service line), medium priority (unknown-likely has lead on one side of service line and non-lead or non-galvanized material on the other side), low priority (structures that are copper on one or both sides of the service line), and lowest priority (non-lead and non-galvanized materials).</p> <p>The approved project is to replace known lead and galvanized service lines with the priority areas. Approximately 431 service lines will be replaced. The project also includes the relocation of water main associated with the construction of the downtown interceptor alignment approved under SRF Project Number WW24534500.</p> <p>The project will reduce the risk of lead exposure and improve operation of the system by reducing water loss. It will ensure compliance with federal regulations regarding removal of lead service lines.</p> | | | |

Cumulative History of Federal DWSRF Capitalization Grants

| | |
|---|-----------------------|
| FFY 1997 Federal Capitalization Grant | \$ 25,371,806 |
| FFY 1998 Federal Capitalization Grant | \$ 8,687,500 |
| FFY 1999 Federal Capitalization Grant | \$ 9,105,300 |
| FFY 2000 Federal Capitalization Grant | \$ 8,989,850 |
| FFY 2001 Federal Capitalization Grant | \$ 9,159,460 |
| FFY 2002 Federal Capitalization Grant | \$ 8,955,100 |
| FFY 2003 Federal Capitalization Grant | \$ 9,398,200 |
| FFY 2004 Federal Capitalization Grant | \$ 9,749,300 |
| FFY 2005 Federal Capitalization Grant | \$ 11,201,850 |
| FFY 2006 Federal Capitalization Grant | \$ 12,166,734 |
| FFY 2007 Federal Capitalization Grant | \$ 11,484,000 |
| FFY 2008 Federal Capitalization Grant | \$ 11,367,000 |
| FFY 2009 Federal Capitalization Grant | \$ 11,367,000 |
| American Recovery and Reinvestment Act of 2009 Grant | \$ 27,212,000 |
| FFY 2010 Federal Capitalization Grant | \$ 22,638,000 |
| FFY 2011 Federal Capitalization Grant | \$ 15,709,000 |
| FFY 2012 Federal Capitalization Grant | \$ 14,970,000 |
| FFY 2013 Federal Capitalization Grant | \$ 14,046,000 |
| FFY 2014 Federal Capitalization Grant | \$ 14,348,000 |
| FFY 2015 Federal Capitalization Grant | \$ 14,253,000 |
| FFY 2016 Federal Capitalization Grant | \$ 13,484,000 |
| FFY 2017 Federal Capitalization Grant | \$ 13,368,000 |
| FFY 2018 Federal Capitalization Grant | \$ 16,978,000 |
| FFY 2019 Federal Capitalization Grant | \$ 16,819,000 |
| FFY 2019 Federal Capitalization Grant reallocation | \$ 154,000 |
| FFY 2020 Federal Capitalization Grant | \$ 16,830,000 |
| FFY 2021 Federal Capitalization Grant | \$ 16,815,000 |
| FFY 2021 Federal Capitalization Grant reallocation | \$ 154,000 |
| FFY 2022 Federal Capitalization Grant | \$ 10,711,000 |
| FFY 2022 General Supplemental Capitalization Grant | \$ 27,502,000 |
| FFY 2022 Lead Service Line Replacement Capitalization Grant | \$ 43,334,000 |
| FFY 2022 Emerging Contaminant Capitalization Grant (includes CWSRF Transfer) | \$ 13,801,000 |
| FFY 2023 Federal Capitalization Grant | \$ 8,473,000 |
| FFY 2023 General Supplemental Capitalization Grant | \$ 36,128,000 |
| FFY 2023 Lead Service Line Replacement Capitalization Grant | \$ 65,161,000 |
| FFY 2023 Emerging Contaminant Capitalization Grant (includes CWSRF Transfer) | \$ 18,233,000 |
| FFY 2024 Federal Capitalization Grant (includes 2021 reallocation) | \$ 8,042,000 |
| FFY 2024 General Supplemental Capitalization Grant | \$ 39,439,000 |
| FFY 2024 Lead Service Line Replacement Capitalization Grant (includes 2022 reallocation) | \$ 69,506,000 |
| FFY 2024 Emerging Contaminant Capitalization Grant (includes 2022 reallocation) | \$ 13,187,000 |
| FFY 2025 Federal Capitalization Grant (includes 2021 reallocation) | \$ 18,736,000 |
| FFY 2025 General Supplemental Capitalization Grant | \$ 42,722,000 |
| FFY 2025 Emerging Contaminant Capitalization Grant (includes 2022 & 2023 reallocation) | \$ 13,501,000 |
| TOTAL GRANTS | \$ 793,257,100 |
| TOTAL GRANTS REQUIRED TO MATCH | \$ 529,322,100 |

Exhibit G
Cumulative History of the State Match

The State deposited \$11 million of additional State Match in the DWSRF Loan Program during SFY 2025. To date, the DWSRF State Match has aggregated more than the \$99,501,420, (including the FY 2025 and FY 2025 General Supplemental capitalization grants) the State was required to document through June 30, 2025. State deposits result in the following cumulative history of State match to the DWSRF Program:

| | |
|---------------------|---|
| \$6,860,000 | State Revolving Fund Program Bond, Subordinate Series 1, net proceeds representing a State Match (September 1999)* |
| 5,640,000 | State Revolving Fund Program Bond, Subordinate Series 2, net proceeds representing a State Match (December 2001)* |
| 3,823,000 | Series 2001A State Revolving Fund Program Bond net proceeds representing a State Match allocation (November 2001 & July 2002) |
| 1,949,860 | Series 2004B State Revolving Fund Program Bond net proceeds representing a State Match allocation (April 2004) |
| 2,000,000 | Series 2004B State Revolving Fund Program Bond net proceeds representing a State Match allocation (February 2005) |
| 2,100,000 | Series 2006A State Revolving Fund Program Bond net proceeds representing a State Match allocation (April 2006) |
| 2,493,109 | Series 2006B State Revolving Fund Program Bond net proceeds representing a State Match allocation (December 2006) |
| 2,400,000 | Series 2007B State Revolving Fund Program Bond net proceeds representing a State Match allocation (December 2007) |
| 7,000,000 | Series 2009A State Revolving Fund Program Bond net proceeds representing a State Match allocation (November 2009) |
| 4,437,000 | Series 2010B State Revolving Fund Program Bond net proceeds representing a State Match allocation (October 2010) |
| 1,567,051 | Series 2011A State Revolving Fund Program Bond net proceeds representing a State Match allocation (October 2011) |
| 2,788,000 | Series 2012B State Revolving Fund Program Bond net proceeds representing a State Match allocation (August 2012) |
| 5,554,400 | Series 2014A State Revolving Fund Program Bond net proceeds representing a State Match allocation (April 2014) |
| 7,000,000 | Series 2016A State Revolving Fund Program Bond net proceeds representing a State Match allocation (April 2016) |
| 5,000,000 | Series 2017B State Revolving Fund Program Bond net proceeds representing a State Match allocation (November 2017) |
| 7,001,090 | Series 2019E State Revolving Fund Program Bond net proceeds representing a State Match allocation (October 2019) |
| 7,000,000 | Series 2021B State Revolving Fund Program Bond net proceeds representing a State Match allocation (November 2021) |
| 14,000,000 | Series 2022B State Revolving Fund Program Bond net proceeds representing a State Match allocation (September 2022) |
| 11,000,000 | Series 2025C State Revolving Fund Program Bond net proceeds representing a State Match allocation (May 15, 2025) |
| \$99,613,510 | TOTAL |

* Source restructured in SFY 2002 vis-à-vis Series 2001A State Revolving Fund Program Bond net proceeds representing a State Match allocation (November 2001)

As a result of the foregoing, the State has deposited State Match in excess of that required based on grants awarded as of the end of SFY 2025 (including the yet-to-be awarded FFY 2025 and FFY 2025 General Supplemental capitalization grants) by \$112,090 (also known as over-match), which is banked toward future capitalization grants that are expected to be awarded in SFY 2026. This over-match is intended to permit and will allow the State to immediately begin to convert its next capitalization grant (upon award expected in SFY 2025) to cash (and deposit it in the DWSRF) based upon incurred costs paid by Program Participants.

State Match has been provided from State Revolving Fund Program Bonds, the net proceeds of which are allocated between 4 distinct purposes – (1) DWSRF's State Match; (2) DWSRF's leveraged loans; (3) Clean Water (CW) SRF's State Match; and (4) CWSRF's leveraged loans. These bonds are repaid semi-annually and at the time of each payment the State tracks, allocates, and records their payment *first* between CWSRF and DWSRF purposes (with the percentage paid from DWSRF being equal to the proportion of the net bond proceeds originally deposited in DWSRF from those bonds as compared to their total net bond proceeds) and *second* between State Match and leveraged loans purposes (with the payment allocated as a State Match repayment computed and tracked to be no more than the amount of the total DWSRF earnings applied on each payment date toward that bond payment). Set forth in the attached Exhibit G-1 is the principal amount of the State Revolving Fund Program Bonds allocated to State Match purposes for the DWSRF and the principal amount repaid as of the end SFY 2024.

The State annually designates whether principal maturities of the State Revolving Fund Program Bonds retired in a State Fiscal Year relate to State Match or leveraged bonds. Generally, it anticipates retiring State Match related bonds first, leaving primarily program bonds allocated to the leveraged loans purposes outstanding. Once all State Revolving Fund Program Bonds allocated to the DWSRF State Match purposes are retired (and/or the number of series with outstanding State Match bonds are reduced), this policy will simplify the tracking of funds, reporting, bond disclosure, and allocation of semi-annual debt service.

Exhibit G - Schedule-1

| DRINKING WATER | | | | | | | | | |
|-----------------------|--|--|---------------------|---------------------|---------------------|---------------------|----------------------|---|--|
| Revenue Bonds | Original Par Amount of Bonds Designated as State Match | Par Amount retired during SFY Ending June 30 | | | | | | Remaining Par Amount of Bonds Designated as State Match | |
| | | 2025 | 2024 | 2023 | 2022 | 2021 | All Prior SFYs | | |
| 2001A | \$ 15,680,000 | | | | | | 15,680,000 | \$ - | |
| 2004B | 3,625,835 | | | | | | 3,625,835 | - | |
| 2006A | 1,988,671 | | | | | | 1,988,671 | - | |
| 2006B | 2,359,076 | | | | | | 2,359,076 | - | |
| 2007B | 2,087,648 | | | | | | 2,087,648 | - | |
| 2009A | 6,610,905 | | | | | | 6,610,905 | - | |
| 2010B | 4,083,672 | | | | | | 4,083,672 | - | |
| 2011A | 1,413,300 | | | | | | 1,413,300 | - | |
| 2012B | 2,390,013 | | | | | | 2,390,013 | - | |
| 2014A | 5,520,000 | | | | | | 5,520,000 | - | |
| 2015B Δ | 785,000 | | | | | - | 785,000 | - | |
| 2016A | 5,960,000 | 615,000 | 585,000 | 775,000 | 735,000 | 700,000 | 1,900,000 | 650,000 | |
| 2017B | 4,210,000 | 490,000 | 465,000 | 440,000 | 420,000 | 400,000 | 380,000 | 1,615,000 | |
| 2019E | 5,810,000 | 570,000 | 545,000 | 515,000 | 495,000 | 365,000 | - | 3,320,000 | |
| 2021B | 5,800,000 | 580,000 | 550,000 | 530,000 | - | - | - | 4,140,000 | |
| 2022B | 12,045,000 | - | - | - | - | - | - | 12,045,000 | |
| 2025C | 10,095,000 | - | - | - | - | - | - | 10,095,000 | |
| Total | \$ 90,464,120 | \$ 2,255,000 | \$ 2,145,000 | \$ 2,260,000 | \$ 1,650,000 | \$ 1,465,000 | \$ 48,824,120 | \$ 31,865,000 | |

Notes:

Δ 2015B refinanced a portion of the 2009A Bonds; only the part retired before issuance of 2015B (together with the unrefunded February 1, 2016 maturity of the 2009A Bonds) are shown under 2009A heading.

Indiana DWSRF Loan Program
Exhibit H - Summary of DWSRF Loan Program Loans Closed in SFY 2025

| Participant Name | Closing Date | Term | Interest Rate | SRF Loan Amount | Pooled Loan Amount | SRF Principal Forgiveness Amount | State Loan Amount | State Principal Forgiveness Amount | Total Loan & Principal Forgiveness | SFY 2025 Program Savings |
|----------------------|--------------|------|---------------|-----------------|--------------------|----------------------------------|-------------------|------------------------------------|------------------------------------|--------------------------|
| Wakarusa | 07/22/2024 | 20 | 0.00% | 10,932,000 | - | 1,790,000 | - | - | 12,722,000 | 8,628,366 |
| Cayuga | 09/03/2024 | 20 | 2.00% | 2,484,000 | - | 500,000 | - | - | 2,984,000 | 1,549,703 |
| Jackson County Water | 09/12/2024 | 20 | 0.00% | - | - | 750,000 | - | - | 750,000 | 1,153,142 |
| Jackson County Water | 09/12/2024 | 20 | 0.00% | - | - | 250,000 | - | - | 250,000 | 261,250 |
| Jasonville | 09/25/2024 | 26 | 0.00% | 2,007,000 | - | - | - | - | 2,007,000 | 1,438,127 |
| Lapel | 10/10/2024 | 20 | 0.00% | 300,000 | - | - | - | - | 300,000 | 161,257 |
| Logansport | 10/17/2024 | 20 | 0.00% | 2,500,000 | - | 2,500,000 | - | - | 5,000,000 | 5,187,614 |
| East Chicago | 11/12/2024 | 35 | 0.00% | 2,500,000 | - | 2,500,000 | - | - | 5,000,000 | 5,187,614 |
| East Chicago | 11/12/2024 | 35 | 3.99% | - | 7,310,000 | - | - | - | 7,310,000 | 963,491 |
| Elkhart | 11/20/2024 | 20 | 0.00% | - | - | 276,000 | - | - | 276,000 | 424,356 |
| Middlebury | 11/21/2024 | 20 | 3.49% | 9,808,000 | - | - | - | - | 9,808,000 | 1,290,481 |
| Lafayette | 12/09/2024 | 20 | 0.00% | 2,500,000 | - | 2,500,000 | - | - | 5,000,000 | 5,187,614 |
| CEG | 12/10/2024 | 35 | 4.00% | - | 104,834,000 | - | - | - | 104,834,000 | 13,550,779 |
| Tell City | 12/18/2024 | 35 | 0.00% | 1,010,000 | - | 2,500,000 | - | - | 3,510,000 | 4,386,705 |
| Montezuma | 12/20/2024 | 20 | 2.00% | 922,000 | - | 5,000,000 | - | 1,783,000 | 7,705,000 | 10,718,884 |
| Evansville | 12/20/2024 | 25 | 3.50% | 7,500,000 | 42,500,000 | - | - | - | 50,000,000 | 8,456,241 |
| Fort Wayne | 12/23/2024 | 35 | 0.00% | 2,498,000 | - | 2,500,000 | - | - | 4,998,000 | 5,186,539 |
| Lebanon | 12/30/2024 | 35 | 4.00% | - | 78,675,000 | - | - | - | 78,675,000 | 10,169,483 |
| IAW - Charlestown | 03/06/2025 | 20 | 0.00% | - | - | 3,305,552 | - | - | 3,305,552 | 5,082,361 |
| IAW - Charlestown | 03/06/2025 | 20 | 0.00% | - | - | 513,955 | - | - | 513,955 | 790,218 |
| Oxford | 04/15/2025 | 35 | 2.30% | 2,897,000 | - | 400,000 | - | - | 3,297,000 | 1,422,382 |
| Oxford | 04/15/2025 | 35 | 0.00% | 2,500,000 | - | 2,500,000 | - | - | 5,000,000 | 5,187,614 |
| Hammond | 04/25/2025 | 30 | 0.00% | 2,500,000 | - | 2,500,000 | - | - | 5,000,000 | 5,524,259 |
| Morgantown | 04/29/2025 | 20 | 2.28% | 451,000 | - | 2,000,000 | - | - | 2,451,000 | 3,201,817 |

| Participant Name | Closing Date | Term | Interest Rate | SRF Loan Amount | Pooled Loan Amount | SRF Principal Forgiveness Amount | State Loan Amount | State Principal Forgiveness Amount | Total Loan & Principal Forgiveness | SFY 2025 Program Savings |
|------------------|--------------|------|---------------|-----------------|--------------------|----------------------------------|-------------------|------------------------------------|------------------------------------|--------------------------|
| Peru | 04/30/2025 | 20 | 0.00% | 2,500,000 | - | 3,448,900 | - | - | 5,948,900 | 6,845,777 |
| Huntington | 05/06/2025 | 20 | 2.28% | 7,506,000 | - | 1,500,000 | - | - | 9,006,000 | 4,416,146 |
| Milford | 05/08/2025 | 20 | 2.53% | 2,177,000 | - | 4,648,909 | - | - | 6,825,909 | 7,694,104 |
| Milton | 05/14/2025 | 20 | 0.00% | - | - | 3,961,000 | - | - | 3,961,000 | 6,356,818 |
| CEG | 05/16/2025 | 20 | 4.10% | 5,000,000 | 17,000,000 | 5,000,000 | - | - | 27,000,000 | 13,091,171 |
| Brazil | 06/04/2025 | 35 | 3.08% | 8,600,000 | - | 2,706,646 | - | - | 11,306,646 | 8,491,363 |
| Goshen | 06/05/2025 | 35 | 0.00% | 2,500,000 | - | 2,500,000 | - | - | 5,000,000 | 5,628,974 |
| Goshen | 06/05/2025 | 20 | 3.53% | 3,083,000 | - | - | - | - | 3,083,000 | 389,934 |
| Valley Rural | 06/11/2025 | 20 | 2.53% | 3,695,216 | - | 2,000,000 | - | - | 5,695,216 | 6,471,982 |
| Valley Rural | 06/11/2025 | 35 | 3.33% | 3,122,000 | - | - | - | - | 3,122,000 | 4,068,313 |
| Valley Rural | 06/11/2025 | 35 | 0.00% | 361,000 | - | - | - | - | 361,000 | 4,068,313 |
| Union City | 06/18/2025 | 20 | 1.00% | 2,387,000 | - | 4,250,000 | - | - | 6,637,000 | 8,462,067 |
| Union City | 06/18/2025 | 35 | 1.00% | 5,063,000 | - | 716,000 | - | - | 5,779,000 | 7,116,531 |
| Rochester | 06/18/2025 | 35 | 4.58% | - | 12,354,000 | - | - | - | 12,354,000 | 1,549,031 |
| Rochester | 06/18/2025 | 35 | 0.00% | 2,500,000 | - | 2,500,000 | - | - | 5,000,000 | 5,867,933 |
| Crown Point | 06/30/2025 | 20 | 0.00% | 5,000,000 | - | - | - | - | 5,000,000 | 2,687,614 |
| Crown Point | 06/30/2025 | 20 | 3.03% | 2,500,000 | - | - | - | - | 2,500,000 | 473,693 |

Exhibit I
Expeditious and Timely Use of Funds

This Exhibit identifies the intended uses of the funds held in various accounts of the DWSRF, and how those uses support the goals of the DWSRF. This Exhibit also demonstrates how the Authority meets the requirements of 40 CFR 35.3550(1) by using all of the funds in the DWSRF in an expeditious and timely manner.

Sources, Uses and Available Balances in SRF Accounts

The following accounts have been created and exist under the Authority's Drinking Water Trust Indenture and comprise its DWSRF. Set forth on the attached Schedule 1 (the "Use Schedule") is detail on what funds are held in the DWSRF and how they were expeditiously and timely used in SFY 2025 and will continue to be in perpetuity.

Drinking Water Purchase Account

Sources of Funds: Funds held in this account¹ come from proceeds of Program Bonds² issued by the Authority. The Authority expects to cause additional Program Bonds to be issued at times and in amounts sufficient to meet the funding requirements for loans presently closed as of the end of the SFY 2025 as well as loans anticipated to be closed in SFY 2026 and after.

Uses of Funds: These funds are used to make loans for qualified Proposed Projects as permitted by 40 CFR 35.3525(a). This use directly furthers the primary purpose of the DWSRF Loan Program by financing qualified Proposed Projects that facilitate compliance with the Safe Drinking Water Act and protect public health.

Available Balance: As of July 1, 2025, the aggregate amount of closed and committed loans exceeded the balance in this account ("Excess Commitments"). As additional loans are closed in SFY 2026, such committed amounts will contribute to additional Excess Commitments. The aggregate amount held in this account as of July 1, 2025 is shown in the Use Schedule. Accordingly, none of the funds presently on deposit in this account are available for other SRF Loan Program purposes except to finance closed and committed loans related to qualified Proposed Projects.

Drinking Water Participant Loan Principal Account

Sources of Funds: Funds held in this account come from principal payments on loans made from the Purchase Account and the former State Match Loan Account.

¹ Pursuant to SRF Indenture modification, the former State Match Loan Account was consolidated into this Account effective May 30, 2007.

² These bonds are revenue bonds within the meaning of 40 CFR 35.3525(e), the net proceeds of which were deposited in the DWSRF. To date, the Authority (or its predecessor issuer) has issued multiple series of bonds including several refunding series (the "Program Bonds"), a portion of which are issued for the DWSRF. An allocated portion of the Program Bonds were deposited in the Purchase Account (with such bonds being referred to as the "Guarantee Revenue Bonds" in this Report) to make loans from the DWSRF and a further allocated portion of the Program Bonds were deposited in the Purchase Account (or the former State Match Loan Account) as State Match (with such bonds being referred to as the "State Match Revenue Bonds" in this Report) to make loans or for other permitted purposes; their proceeds (together with other match sources) have matched all capitalization grants awarded to date as well as the FFY 2025 (FFY refers to the Federal Fiscal Year ending September 30 of the year listed) grant by reason of over-match.

Uses of Funds: These funds are used to make payments on the outstanding Guarantee Revenue Bonds as permitted by 40 CFR 35.3525(e) and the Authority’s Operating Agreement with EPA. This use indirectly furthers the primary purpose of the SRF by making loan proceeds available to finance qualified Proposed Projects that facilitate compliance with the Safe Drinking Water Act and protect public health.

Available Balance: Approximately annually, this account is fully depleted to make payments on Program Bonds. Accordingly, none of the funds presently on deposit in this account are available for other SRF purposes.

Drinking Water Participant Loan Interest Account

Sources of Funds: Funds held in this account come from interest payments on loans made from the Purchase Account and the former State Match Loan Account.

Uses of Funds: These funds are used to make payments on the outstanding Guarantee Revenue Bonds and outstanding State Match Revenue Bonds as permitted by 40 CFR 35.3525(e) and 40 CFR 35.3550(g)(3), respectively. This use indirectly furthers the primary purpose of the SRF by making loan proceeds available to finance qualified Proposed Projects that facilitate compliance with the Safe Drinking Water Act and protect public health.

Available Balance: Approximately annually, this account is fully depleted to make payments on Program Bonds. Accordingly, none of the funds presently on deposit in this account are available for other SRF purposes.

DRINKING WATER RESERVE³ contains the following accounts:

Drinking Water Reserve Earnings Account

Sources of Funds: Funds held in this account come from interest payments on loans made from the Purchase Account and the State Match Loan Account together with other earnings on invested Reserve accounts.

Uses of Funds: These funds are *first* used to make payments on the outstanding Guarantee Revenue Bonds and outstanding State Match Revenue Bonds as permitted by 40 CFR 35.3525(e) and 40 CFR 35.3550(g)(3), respectively, and *secondly* transferred to the Reserve Deficiency Account, as described below.

Available Balance: Approximately annually, this account is fully depleted to make payments on Program Bonds, with any excess available balances to be transferred to the Reserve Deficiency

³ Pursuant to SRF Indenture modification, effective May 30, 2007, the following Reserve accounts are pledged to particular series of Program Bonds by means of subaccounts therein. Such pledged accounts serve as the Reserve for only one Series of Program Bonds (a “Series Reserve”) and are held at a fixed amount (a “Series Reserve Requirement”) subject to annual reductions as principal on such Series of Program Bonds are repaid as required by the SRF indenture. While not labeled under this Reserve group of accounts, amounts held in Equity serve as security for the payment of Program Bonds, and thus, are part of the “reserve” for the purposes of this Report and the federal Safe Drinking Water Act, as amended.

Account. Accordingly, none of the funds presently on deposit⁴ in this account are available for other SRF purposes.

Drinking Water Reserve Grant Account

Sources of Funds: Funds held in this account⁵ come from federal capitalization grants drawn when funds are loaned, up to the amount therein (and in the Equity Grant Account) that equals the perpetuity amount, and any amounts in excess thereof come from State Match.⁶

Uses of Funds: These funds are used (i) as security⁷ for outstanding Guarantee Revenue Bonds as permitted by 40 CFR 35.3525(e) and (ii) as a source of payment for the outstanding Guarantee Revenue Bonds and outstanding State Match Revenue Bonds as permitted by 40 CFR 35.3525(e) and 40 CFR 35.3550(g)(3), respectively. This use both directly and indirectly furthers the primary purpose of the DWSRF Loan Program by making financing for qualified Proposed Projects that facilitate compliance with the Safe Drinking Water Act and protect public health.

Available Balance: The aggregate amount held in this account (as of July 1, 2025 and as anticipated in SFY 2026) is shown in the Use Schedule.⁸ In furtherance of these purposes, the funds in this account are invested with certain short-term investments, State and Local Government Series (SLGS) securities, and treasury and/or agencies obligations.

Drinking Water Reserve Deficiency Account

Sources of Funds: Funds held in this account, if any, will come from other Reserve accounts discussed above when the amounts held in the group of accounts serving as the Reserve any Series of Program Bonds (a “Series Reserve”) exceeds its Series Reserve Requirement.

Uses of Funds: These funds are used to fund each Series Reserve by immediately transferring them as necessary (the *first* possible use) to each Series Reserve that is below its Series Reserve Requirement on each February 1 and August 1 and secondly (if not required for such *first* use) shall be transferred to an Equity account (the *secondary* use; which is expected to occur). Any such transfer is either made to a Grant Account or Earnings

⁴ And before any transfers to the CWSRF as discussed elsewhere in this Exhibit.

⁵ Pursuant to SRF Indenture modification, the former State Match Account was consolidated into this Account effective May 30, 2007.

⁶ State Match in this account came from State Match Revenue Bonds, and is from principal on loan repayments funded from such proceeds. As of July 1, 2025, such amounts related to State Match on deposit in this account have not been applied to Guarantee Revenue Bonds but may be so applied to make any regularly scheduled payments on the outstanding Guarantee Revenue Bonds as permitted by 40 CFR 35.3525(e) and the Authority’s Operating Agreement with EPA.

⁷ Pursuant to the financing indentures related to the cross-collateralized outstanding Program Bonds, the Authority is presently required to maintain reserves of at least \$12.8 million, which is to be held in the Reserve accounts and is not anticipated to be used to make loans to Participants. A portion of the reserves have been allocated to the DWSRF for purpose of this Annual Report (as shown in the amount set out in the Use Schedule). This is a minimum invested funds requirement. However, the Authority views invested amounts in excess of the foregoing minimum requirement as security and as a source of payment for the outstanding Program Bonds. Further, the Authority expects that the foregoing minimum requirement will increase as additional Program Bonds are issued in SFY 2026 and beyond. Such excess purposes are served by the Equity accounts to the extent that they are not anticipated to be used to make loans to Participants.

⁸ And before any transfers to the CWSRF as discussed elsewhere in this Exhibit.

Account depending on the source of the funds transferred to the Reserve Deficiency Account.

Available Balance: No amounts were held in this account as of July 1, 2025 nor are any so anticipated in SFY 2026.

DRINKING WATER EQUITY⁹ contains the following accounts:

Drinking Water Equity Grant Account

Sources of Funds: Funds held in this account come from federal capitalization grants drawn when funds are loaned, up to the amount therein (and in the Reserve Grant Account) that equals the perpetuity amount, and any amounts in excess thereof come from State Match.

Uses of Funds: These funds are used (i) as security¹⁰ and as a source of payment for the outstanding Guarantee Revenue Bonds as permitted by 40 CFR 35.3525(e), (ii) to fund any transfers to the Authority's CWSRF as permitted by law including Section 302 of the Safe Drinking Water Act, and (iii) to fund that portion of any loans closed but not presently on deposit in the Purchase Account¹¹ in the event additional leveraged Guarantee Revenue Bonds could not be issued for any reason to meet such commitments. This use both directly and indirectly furthers the primary purpose of the DWSRF Loan Program by making financing for qualified Proposed Projects that facilitate compliance with the Safe Drinking Water Act and protect public health.

Available Balance: The aggregate amount held in this account (as of July 1, 2025 and as anticipated in SFY 2026) is shown in the Use Schedule.¹² In furtherance of these purposes, the funds in this account are invested with certain short-term investments and State and Local Government Series (SLGS) securities.

Drinking Water Equity Earnings Account

Sources of Funds: Funds held in this account come from (a) transfers from the Reserve Earnings Account and the Participant Loan Interest Account undertaken approximately annually or at the

⁹ While funds held in these Equity accounts are not pledged to the payment of Program Bonds, the SRF Program Representative may, but is not required to, direct that they be used to pay Program Bonds. Further, the Authority would expect such to occur if it was necessary to pay such bonds and, thus, while not labeled under as Reserve in this Report, the DWSRF treats it as part of the “reserve” for the purposes of this Report and the federal Safe Drinking Water Act, as amended.

¹⁰ Pursuant to the financing indentures, the Authority may use these funds if the Reserve Grant Account were insufficient to pay outstanding Program Bonds. Further, the Authority expects that the foregoing minimum requirement of Reserve accounts will increase as additional Program Bonds are issued in SFY 2026 and will result in a transfer of any uncommitted amounts in the Equity Grant Account to the Reserve Grant Account inclusive of any Capitalization Grants drawn into the SRF after July 1, 2025.

¹¹ In addition to meeting any Excess Commitments as of July 1, 2025, additional Excess Commitments will occur before additional Guarantee Revenue Bonds are issued. This will result from closing new loans for qualified Proposed Projects with (a) approved preliminary engineering reports (PERs) as of July 1, 2025, (b) PERs submitted and under review by the DWSRF as of July 1, 2025 and (c) additional PERs to be submitted (including as set in the new PPL in SFY 2026), each as detailed in the Use Schedule.

¹² And before any transfers to the CWSRF as discussed elsewhere in this Exhibit.

time of an issuance of additional Program Bonds and (b) earnings on amounts invested in the Equity accounts.

Uses of Funds: These funds are used (i) as security and as a source of payment for the outstanding Guarantee Revenue Bonds and outstanding State Match Revenue Bonds as permitted by 40 CFR 35.3525(e) and 40 CFR 35.3550(g)(3), respectively, like the Equity Grant Account and (ii) to fund that portion of any loans closed but not on deposit in the Purchase Account in the event additional leveraged Guarantee Revenue Bonds could not be issued for any reason to meet such commitments. This use both directly and indirectly furthers the primary purpose of the SRF by making financing for qualified Proposed Projects that facilitate compliance with the Safe Drinking Water Act and protect public health.

Available Balance: The aggregate amount held in this account as of July 1, 2025 is shown in the Use Schedule.¹³

Additional Information Concerning Expected Uses of SRF Funds

Use of Available Balances to Meet Closed Loan Commitments. Under its existing practices, the Authority closes DWSRF loans with Participants without the necessity of having available balances in its Purchase Account to fully fund those loan commitments on the date a DWSRF loan is closed. As of July 1, 2025, there were Excess Commitments. By closing new loans for qualified Proposed Projects with (a) approved PERs as of July 1, 2025, (b) PERs submitted and under review by the DWSRF as of July 1, 2025 and (c) additional PERs to be submitted (including as set in the new PPL in SFY 2026), the aggregate amount of Excess Commitments would become as shown in the Use Schedule.

The Authority expects to cause additional Program Bonds to be issued at times and in amounts sufficient to meet the funding requirements for loans presently closed and those anticipated to be closed in SFY 2026. Additionally, certain amounts held in the Equity Grant Account and Equity Earnings Account are available and would be used to meet a portion of the projected funding requirements for loans presently closed (and those anticipated to be closed in SFY 2026) in the event additional Guarantee Revenue Bonds could not to be issued.

Use of Available Balances as a Reserve and Source of Payment for Guarantee Revenue Bonds. Amounts held in the Reserve Deficiency Account, Equity Grant Account, Reserve Grant Account Reserve Earnings Account and Equity Earnings Account secure, and are a source of payment, for Guarantee Revenue Bonds as permitted by 40 CFR 35.3525(e). In addition to this use, a portion of these funds are also held to meet (a) Excess Commitments in SFY 2026 in the event additional Guarantee Revenue Bonds could not to be issued and (b) any transfers to the CWSRF as permitted by law.

Use of Available Balances as a Source of Payment for State Match Revenue Bonds. All SRF earnings including amounts held in the Reserve Earnings Account and Equity Earnings Account secure, and are a source of payment, for State Match Revenue Bonds as permitted by 40 CFR 35.3550(g)(3). In addition to this use, a portion of these funds are held to meet (a) Excess Commitments in SFY 2026 in the event additional Guarantee Revenue Bonds could not to be issued and (b) any transfers to the CWSRF as permitted by law.

Use of Available Balances to Possibly Transfer Funds to the Wastewater SRF. As of July 1, 2025, about \$23.6 million has been transferred to DWSRF. As of July 1, 2025, the cumulative transfer amount available for additional transfers from CWSRF to the DWSRF could result in up to approximately \$174.1 million of allowable

¹³ And before any transfers to the CWSRF as discussed elsewhere in this Exhibit.

transfers which includes 33% of the FFY 2025 Base and General Supplemental grants. The full amount of any such potential transfers is banked.

Additionally, as of July 1, 2025, \$7,377,000 has been transferred to the DWSRF Emerging Contaminant program from the CWSRF Emerging Contaminant program. These accounts are established for like purposes and subject to like restrictions.

Further, transfers can be made from DWSRF to the CWSRF up to the cumulative amount made from CWSRF to DWSRF to date, together with an amount equal to 33 percent of aggregate Drinking Water Capitalization Grants awarded. The full amount of any such potential transfers is banked.

Since the inception of the DWSRF, the Authority (or its predecessor) has banked transfers up to maximum permitted limit and continues to do so; funds held in the Equity Grant Account might be used for this purpose. Such transfer may be effectuated by a transfer of an invested balance from one or more of the Authority's investments. These invested funds would then be used to support the issuance of Guarantee Revenue Bonds, the proceeds of which would be used to make Program loans. Any such determination would be based on whether the DWSRF or CWSRF program is more in need of funds (when considering their respective priorities) than the other. While a transfer from DWSRF to the CWSRF is not expected, it is also banked to reserve the Authority's discretion.

Exhibit I - Schedule 1

| | Account Balances* as of: | |
|---|-----------------------------|---------------------------|
| | 30-Jun-2025 (Actual) | Future Deposits in SFY |
| <u>A. Funds Committed to Projects by DWSRF</u> | | |
| Purchase Account | \$ 400,000 | \$ - |
| | <u>\$ 400,000</u> | <u>\$ -</u> |
| <u>B. Other Funds Held in DWSRF</u> | | |
| Reserve Grant Account | \$ 2,100,000 | \$ - |
| Reserve Earnings Account | - | - |
| Reserve Support Account | 300,000 | |
| Reserve Deficiency Account | - | - |
| Equity Grant Account | 103,900,000 | \$ 61,500,000 |
| Equity Earnings Account | 181,300,000 | - |
| | <u>\$ 287,600,000</u> | <u>\$ 61,500,000</u> |
| Total Available Funds (A. and B. above) | <u>\$ 288,000,000</u> | <u>\$ 61,500,000</u> |

Proof of Timely & Expedious Use of Above Funds Held in DWSRF*

| | |
|--|-----------------------|
| Closed Loan (Undrawn loan amounts covered by on-hand Purchase A/C Funds) | \$ 400,000 |
| Closed Loan Excess Commitments (after Application of above Purchase A/C **) | 366,000,000 |
| Expected FY2026 Loan Closings | 55,000,000 |
| 1. Use: to cover Loan Demand*** | <u>421,400,000</u> |
| 2. Use: to cover Series Reserve Requirement | <u>2,100,000</u> |
| Expected Uses of Funds (1 & 2 above without considering other secondary purposes for holding them in the DWSRF) # are as follows: | <u>\$ 423,500,000</u> |
| Uses of Funds (1 & 2 above): | \$ 423,500,000 |
| Less: Total Available Funds (A. and B. above) | 349,500,000 |
| Amount by which "Expected Uses of Funds" EXCEED "Total Available Funds" | <u>\$ 74,000,000</u> |

Notes:

- * Amounts are approximate & rounded to nearest \$100,000
- ** This amount is a net unfunded amount of closed loans after application of the June 30th on-hand balance.
- *** While use will likely be met with future Program Bonds, possible that on-hand funds could be used. When covered by issuance of Program Bonds used to make subsidized loan, a reserve of 40% to 50% is funded from Equity and additional Program Bonds are used to make pooled loan at a market rate. Such Program Bonds would not be sufficient to meet all needs.

Exhibit J
SFY 2025 DWSRF Loan Program Quarterly Interest Rates¹

| State Fiscal Year (SFY) By Quarter (Qtr) | User Rates (Over \$60 ²) | User Rates (\$30 to \$60 ²) | User Rates (Under \$30) |
|--|---|--|----------------------------|
| Tier III (MHI ³ : under \$54,000) | | | |
| 1 st Qtr SFY 2025 | 2.00% | 2.12% | 2.62% |
| 2 nd Qtr SFY 2025 | 2.00% | 2.00% | 2.43% |
| 3 rd Qtr SFY 2025 | 2.28% | 2.53% | 3.03% |
| 4 th Qtr SFY 2025 | 2.28% | 2.53% | 3.03% |
| Tier II (MHI: \$54,000 to \$68,000) | | | |
| 1 st Qtr SFY 2025 | 2.12% | 2.37% | 2.87% |
| 2 nd Qtr SFY 2025 | 2.00% | 2.18% | 2.68% |
| 3 rd Qtr SFY 2025 | 2.11% | 2.36% | 2.86% |
| 4 th Qtr SFY 2025 | 2.53% | 2.78% | 3.28% |
| Tier I (MHI: over \$68,000) | | | |
| 1 st Qtr SFY 2025 | 2.37% | 2.62% | 3.12% |
| 2 nd Qtr SFY 2025 | 2.18% | 2.43% | 2.93% |
| 3 rd Qtr SFY 2025 | 2.36% | 2.61% | 3.11% |
| 4 th Qtr SFY 2025 | 2.78% | 3.03% | 3.53% |

¹ Up to an additional .50 percent reduction is possible if a project is financed that includes green/sustainable, including climate resiliency, components. The SRF interest rate may also be reduced if a project includes lead line replacement.

² \$50 in first quarter, revised to \$60 with board approval for all remaining quarters

³ Median Household Income reflected in the 2018 - 2022 ACS 5-year Estimate data.

Exhibit K
Summary of Drinking Water Program Fee Sources and Uses

| |
|-----------------------------|
| Total Fees Collected |
| \$28,300,000 |

| Closing Date | Participant/ Project | Description | Allocated Amount | Expenses as of 6/30/2025 | Participant/ Project Balance |
|---------------------|----------------------------------|---|-------------------------|---------------------------------|-------------------------------------|
| n/a | WhyFi Water Admin | Senate Enrolled Act No. 347 (Act) requires all public water utilities in the State of Indiana to provide to the Indiana Finance Authority (IFA) a Non-Revenue Water Audit as identified in the American Water Works Association Manual of Water Supply Practices M-36. | 495,270 | (495,270) | - |
| 9/1/2016 | Jonesboro | To provide the Town of Jonesboro funding to purchase remote water metering equipment. Original loan amount was \$129,000; undrawn balance re-amortized on 2/27/20. | 88,936 | (88,936) | - |
| n/a | Lead Sampling Program | To complete the public health goal of ensuring safe drinking water for Indiana public schools, the Authority will implement a lead sampling program. The goal of the program is to fund a voluntary lead sampling program for interested public schools in the state. The program will offer drinking water sampling and testing of Indiana public school buildings to ensure Indiana's public schools are aware of any lead exceedances. The Authority will work with IDEM and any necessary third-party contractors who can assist in the development, implementation, training, sampling, and reporting of data. Allocation reduced. | 3,269,355 | (3,269,355) | - |
| 12/20/2019 | Delphi BAN | The project will install water main, a raw water main, a new booster station, a new ground storage tank, and rehabilitation of two other storage tanks. | 1,000,000 | - | 1,000,000 |
| 7/8/2020 | Lanesville Loan | The project is to refund the outstanding RD bonds. The bonds funded the installation of watermain and a new 200,000-gallon water tower. | 1,200,000 | (1,161,551) | 38,449 |
| 12/18/2020 | Lewisville | The project will replace well pumps, improve treatment plant components, install new water main, a new booster station, and new meters. | 700,000 | (700,000) | - |
| 12/15/2020 | Fountain City | The project includes replacing water mains and appurtenances to reduce water loss in the distribution system. The project will also install a bulk loading station. | 2,350,000 | (2,350,000) | - |
| 6/29/2022 | Van Bibber | To allow the Van Bibber Lake Conservancy District to refund the outstanding bonds of the "Waterworks Revenue Bonds of 1992" to facilitate the 2022 Financial Assistance Agreement. | 98,000 | (98,000) | - |
| 3/16/2023 | Arcadia | The proeject includes supply, treatment, storage, and distribution system improvements, will address existing, and 20-year needs of the Town. | 2,000,000 | (1,844,342) | 155,658 |
| 12/29/2023 | North Liberty | The project includes the installation of water main connecting to the Inn at Potato Creek State Park, a new pumping station, and abandonment of the existing wells at Potatoe Creek State Park. | 10,450,000 | (6,683,958) | 3,766,042 |
| 3/6/2024 | LSLI Anderson | Type III Lead Service Line Inventory | 400,000 | (400,000) | - |
| 3/18/2024 | LSLI Bloomintgon | Type III Lead Service Line Inventory | 90,000 | (77,045) | 12,955 |
| 10/19/2023 | LSLI Cordry Sweetwater CD | Type III Lead Service Line Inventory | 100,000 | (91,800) | 8,200 |
| 10/25/2023 | Laurel | The project includes the installation of water meters throughout the system | 70,000 | (70,000) | - |
| 12/27/2023 | LSLI Elkhart | Type III Lead Service Line Inventory | 400,000 | (399,546) | 454 |

| Closing Date | Participant/ Project | Description | Allocated Amount | Expenses as of 6/30/2025 | Participant/ Project Balance |
|------------------------|--------------------------------|--------------------------------------|---------------------------------|---------------------------------|---|
| 5/1/2024 | LSLI Lafayette | Type III Lead Service Line Inventory | 400,000 | (400,000) | - |
| 4/26/2024 | LSLI Lawrence | Type III Lead Service Line Inventory | 400,000 | (400,000) | - |
| 2/1/2024 | LSLI Prince's Lake | Type III Lead Service Line Inventory | 100,000 | (96,802) | 3,198 |
| 11/23/2023 | LSLI Springs Valley RWD | Type III Lead Service Line Inventory | 80,000 | (77,401) | 2,599 |
| 6/14/2024 | LSLI Nashville | Type III Lead Service Line Inventory | 100,000 | (100,000) | - |
| TOTAL | | | \$ 23,791,561 | \$ (18,804,006) | \$ 4,987,555 |
| Loan Repayments | | | | | \$ 91,742 |
| Interest Earned | | | | | \$ 1,961,025 |
| | | | <u>Unallocated Funds</u> | | <u>Account Balance as of 6/30/2025</u> |
| | | | \$ 6,561,206 | | \$ 11,548,761 |

Exhibit L
Summary of DWSRF Transfers

Consistent with its Intended Use Plans and EPA Policy Statement (FRL-6884-7, 65 FR 199, 10/13/00, pg. 60940), the State is reporting on transfers between the CWSRF and the DWSRF. In its Intended Use Plans, the State retained the flexibility to make transfers of grants (and other funds) held in or allocable to such funds to the extent permitted by the Clean Water Act and the Safe Drinking Water Act. As of June 30, 2025, an amount of up to 33 percent of the Safe Drinking Water Act grants for FFYs 1997 through 2025 could be so transferred on a net cumulative basis. Based on the State's award of Safe Drinking Water Act related funds for FFY 1997 through 2025, to date, approximately \$23.6 million has been transferred to the DWSRF from the CWSRF. The following transfers were made from the 1998 Restricted Subaccount of the Wastewater Equity Account held under the Wastewater Indenture, which represents federal grants previously converted to cash and deposited in that account, to the Drinking Water Trustee for deposit in the 1998 Restricted Subaccount of the Drinking Water Equity Account held under the Drinking Water Indenture:

| <u>Transfer Dates</u> | <u>Transfer Amounts</u> |
|-----------------------|-------------------------|
| August 25, 2000 | \$17,479,407 |
| February 15, 2001 | 2,985,491 |
| May 1, 2002 | <u>3,120,183</u> |
| Total | \$23,585,081 |

Additionally, the Authority transferred the whole of the FY 2022 and FY 2023 CWSRF Emerging Contaminant funding to the DWSRF Emerging Contaminant program. These accounts are established for like purposes and subject to like restrictions. The statutory ceiling of funds available to transfer was 33% of the DWSRF Emerging Contaminant allotment. For FFYs 2022 through 2025, approximately \$7.4 million has been transferred to the DWSRF Emerging Contaminant Program from the CWSRF Emerging Contaminant Program.

| <u>Transfer Dates</u> | <u>Transfer Amounts</u> |
|-----------------------|-------------------------|
| March 21, 2023 | \$2,253,000 |
| January 9, 2024 | <u>5,124,000</u> |
| Total | \$7,377,000 |

Such transfers did not negatively affect the capacity of the CWSRF to finance proposed projects during SFY 2025.



**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)**

COMBINED FINANCIAL STATEMENTS

June 30, 2025 and 2024



Katz, Sapper & Miller, LLP
Certified Public Accountants

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
Indianapolis, Indiana**

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Independent Auditor's Report

Members of the Indiana Finance Authority
State Revolving Fund Loan Programs

Report on the Audit of Combined Financial Statements

Opinion

We have audited the accompanying combined financial statements of State Revolving Fund Loan Programs, an enterprise fund of the Indiana Finance Authority, which comprise the combined statements of net position as of June 30, 2025 **and 2024**, and the related combined statements of revenues, expenses and changes in net position and cash flows for the years then ended, and the notes to the combined financial statements.

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the financial position of State Revolving Fund Loan Programs at June 30, 2025 **and 2024**, and the changes in their financial position and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Combined Financial Statements section of our report. We are required to be independent of State Revolving Fund Loan Programs and Indiana Finance Authority and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Combined Financial Statements

Management is responsible for the preparation and fair presentation of these combined financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of combined financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the combined financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about State Revolving Fund Loan Programs' ability to continue as a going concern for twelve months beyond the combined financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Combined Financial Statements

Our objectives are to obtain reasonable assurance about whether the combined financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the combined financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the combined financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the combined financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of State Revolving Fund Loan Programs' internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the combined financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about State Revolving Fund Loan Programs' ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis be presented to supplement the basic combined financial statements. Such information is the responsibility of management and, although not a part of the basic combined financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic combined financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic combined financial statements, and other knowledge we obtained during our audits of the basic combined financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the combined financial statements that collectively comprise State Revolving Fund Loan Programs' basic combined financial statements. The accompanying combining schedules of statements of net position information, statements of revenues, expenses and changes in net position information, and statements of cash flows information are presented for purposes of additional analysis and are not a required part of the basic combined financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic combined financial statements. The information has been subjected to the auditing procedures applied in the audits of the basic combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic combined financial statements or to the basic combined financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic combined financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 17, 2025, on our consideration of State Revolving Fund Loan Programs' internal control over financial reporting and on our tests of their compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of State Revolving Fund Loan Programs' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering State Revolving Fund Loan Programs' internal control over financial reporting and compliance.

Katz, Sapper & Miller, LLP

Indianapolis, Indiana
September 17, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
MANAGEMENT'S DISCUSSION AND ANALYSIS ("MD&A") (UNAUDITED)
June 30, 2025

As management of the State Revolving Fund Loan Programs (SRF Programs), we offer readers of the SRF Programs' combined financial statements this narrative overview (Management's Discussion and Analysis (MD&A)) of the financial activities of the SRF Programs for the fiscal year ended June 30, 2025. All amounts, unless otherwise indicated, are expressed in thousands of dollars and are approximate.

Financial Highlights: The SRF Programs' total net position increased by \$94.3 million during the current fiscal year from \$1,760.7 million to \$1,855.0 million. Nonoperating revenues consisted of \$154.6 million of capital contributions (grants) from the U.S. Environmental Protection Agency (EPA) during fiscal year 2025. SRF Programs' net position is restricted for water pollution and drinking water projects and related purposes of SRF Programs.

During the current fiscal year, the SRF Programs' liabilities increased by \$570.8 million. The primary increase in liabilities is a result of bond and note issuances offset by the scheduled principal payments. The SRF Programs issued \$665.1 million in new bonds and notes.

The SRF Programs disbursed \$563.3 million to participants during the current year to fund wastewater and drinking water infrastructure project expenses. Loans receivable can be found in Note 4 to the combined financial statements starting on page 19 of this report.

BASIC COMBINED FINANCIAL STATEMENTS

This MD&A is intended to serve as an introduction to the SRF Programs' basic combined financial statements (Report). The accompanying report only provides information on the financial activities associated with the SRF Programs which are an enterprise fund of the Indiana Finance Authority, where financial transactions are reported as business-type activities. The basic combined financial statements do not represent an annual comprehensive financial report of the Indiana Finance Authority.

Enterprise funds are used to report any activities for which income fees are charged to external users for goods and services. In addition, enterprise funds must be used in situations where debt is backed solely by fees and charges. An enterprise fund is accounted for in a manner similar to a commercial enterprise on the accrual basis of accounting.

STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
MANAGEMENT'S DISCUSSION AND ANALYSIS ("MD&A") (UNAUDITED)
June 30, 2025

The SRF Programs' basic combined financial statements include statements of net position, statements of revenues, expenses and changes in net position, statements of cash flows, and the notes to the combined financial statements. These combined financial statements can be found on pages 9-11 of this report and are summarized below:

- The *combined statements of net position* present information on all of the SRF Programs' assets, deferred outflows of resources, and liabilities, with the difference reported as net position.
- The *combined statements of revenues, expenses and changes in net position* present information showing how the SRF Programs' net position changed during each year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.
- In contrast, the *combined statements of cash flows* are concerned solely with flows of cash and cash equivalents. Transactions are recorded when cash is received or exchanged, without concern of when the underlying event causing the transactions occurred.

The notes to the combined financial statements provide additional information that is essential to a full understanding of the data provided in the combined financial statements. The notes to the combined financial statements can be found on pages 12-36 of this report.

In addition to the basic combined financial statements and accompanying notes, this report also presents other supplementary information on pages 37-39. These combining schedules are not a required part of the basic combined financial statements, but they provide detailed financial statement information for each individual program. The combining schedules are included to provide other useful information for the readers of the basic combined financial statements.

FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of the government enterprise's financial position. In the case of the SRF Programs, net position is \$1,855.0 million, \$1,760.7 million, and \$1,674.3 million for years ending June 30, 2025, 2024, and 2023, respectively.

STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
MANAGEMENT’S DISCUSSION AND ANALYSIS (“MD&A”) (UNAUDITED)
June 30, 2025

State Revolving Fund Loan Programs’ Net Position
(In Thousands of Dollars)

| | 2025 | June 30, 2024 | 2023 |
|--------------------------------|--------------------|--------------------|--------------------|
| Current assets | \$ 761,348 | \$ 463,353 | \$ 523,122 |
| Noncurrent assets | <u>4,140,629</u> | <u>3,770,957</u> | <u>3,556,014</u> |
| Total Assets | <u>4,901,977</u> | <u>4,234,310</u> | <u>4,079,136</u> |
| Deferred Outflows of Resources | <u>934</u> | <u>1,454</u> | <u>3,370</u> |
| Current liabilities | 182,907 | 158,989 | 162,285 |
| Long-term liabilities | <u>2,858,701</u> | <u>2,311,772</u> | <u>2,244,589</u> |
| Total Liabilities | <u>3,041,608</u> | <u>2,470,761</u> | <u>2,406,874</u> |
| Deferred Inflows of Resources | <u>6,308</u> | <u>4,315</u> | <u>1,300</u> |
| Net Position | | | |
| Restricted | <u>1,854,995</u> | <u>1,760,688</u> | <u>1,674,332</u> |
| Total Net Position | <u>\$1,854,995</u> | <u>\$1,760,688</u> | <u>\$1,674,332</u> |

2025 to 2024 Comparative Statements of Net Position

The SRF Programs’ total net position increased by \$94.3 million during the current fiscal year, from \$1,760.7 million to \$1,855.0 million. Total assets increased \$667.7 million, primarily due to increases in cash and cash equivalents of \$277.0 million and loans receivable of \$387.2 million. Total liabilities increased \$570.8 million, reflecting a corresponding increase in bonds/notes payable. The SRF Programs issued \$665.1 million in new bonds and notes during the year, which also increased cash balances. Loans receivable increased as the SRF Programs disbursed \$563.3 million to participants during the year to fund wastewater and drinking water infrastructure projects.

2024 to 2023 Comparative Statements of Net Position

The SRF Programs’ total net position increased by \$86.4 million during fiscal year 2024, from \$1,674.3 million to \$1,760.7 million. Total assets increased \$155.2 million, primarily due to an increase in loans receivable of \$231.2 million, partially offset by a decrease in cash and cash equivalents of \$74.4 million. Total liabilities increased \$63.9 million, primarily due to an increase in bonds/notes payable of \$62.7 million. Loans receivable increased and cash decreased as the SRF Programs disbursed \$393.8 million to participants during the year to fund wastewater and drinking water infrastructure projects. Bonds/notes payable increased as the SRF Programs issued \$260.7 million in new bonds and notes, partially offset by scheduled principal repayments.

STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
MANAGEMENT'S DISCUSSION AND ANALYSIS ("MD&A") (UNAUDITED)
June 30, 2025

State Revolving Fund Loan Programs' Changes in Net Position
(In Thousands of Dollars)

| | Years Ended June 30, | | |
|--|----------------------|--------------------|--------------------|
| | 2025 | 2024 | 2023 |
| Operating Revenues | | | |
| Interest income-investments | \$ 25,079 | \$ 26,070 | \$ 14,446 |
| Interest income-loan participants | 100,489 | 89,892 | 85,488 |
| Other | <u>12,567</u> | <u>7,275</u> | <u>3,091</u> |
| Total operating revenues | <u>138,135</u> | <u>123,237</u> | <u>103,025</u> |
| Operating Expenses | | | |
| Interest | 77,430 | 65,315 | 58,054 |
| Bond issuance costs | 3,806 | 1,206 | 3,203 |
| Trustee fees | 84 | 104 | 98 |
| Other program and administrative | <u>25,003</u> | <u>13,681</u> | <u>7,403</u> |
| Total operating expenses | <u>106,323</u> | <u>80,306</u> | <u>68,758</u> |
| Operating Income | 31,812 | 42,931 | 34,267 |
| Nonoperating Revenues and (Expenses) | | | |
| Capital contributions (EPA Grants) | 154,569 | 120,562 | 99,777 |
| Loan forgiveness | <u>(92,074)</u> | <u>(77,137)</u> | <u>(39,852)</u> |
| Total nonoperating revenues and (expenses) | <u>62,495</u> | <u>43,425</u> | <u>59,925</u> |
| Increase in Net Position | 94,307 | 86,356 | 94,192 |
| Net Position: | | | |
| Beginning of Year | <u>1,760,688</u> | <u>1,674,332</u> | <u>1,580,140</u> |
| End of Year | <u>\$1,854,995</u> | <u>\$1,760,688</u> | <u>\$1,674,332</u> |

2025 to 2024 Comparative Statements of Revenues, Expenses and Changes in Net Position

The SRF Programs' net position increased by \$94.3 million during the current fiscal year. Key elements of this increase are as follows:

- The SRF Programs received \$154.6 million in capital contributions (grants) from the EPA for qualified wastewater and drinking water projects and related program purposes.
- Operating revenues exceeded operating expenses by \$31.8 million.
- The SRF Programs had \$92.1 million in loan forgiveness.

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
MANAGEMENT’S DISCUSSION AND ANALYSIS (“MD&A”) (UNAUDITED)
June 30, 2025**

2024 to 2023 Comparative Statements of Revenues, Expenses and Changes in Net Position

The SRF Programs’ net position increased by \$86.4 million. Key elements of this increase are as follows:

- The SRF Programs received \$120.6 million in capital contributions (grants) from the EPA for qualified wastewater and drinking water projects and related program purposes.
- Operating revenues exceeded operating expenses by \$42.9 million.
- The SRF Programs had \$77.1 million in loan forgiveness.

DEBT ADMINISTRATION

Long-term Debt: At the end of the current fiscal year, the SRF Programs’ debt, net of premium/discount was \$2,991.8 million. The amount due represents bonds issued solely for the State Revolving Fund Loan Programs.

**State Revolving Fund Loan Programs’ Outstanding Debt
(In Thousands of Dollars)**

| | 2025 | 2024 | 2023 |
|----------------------------|--------------------|--------------------|--------------------|
| Net Bond/Note Indebtedness | <u>\$2,991,837</u> | <u>\$2,429,170</u> | <u>\$2,366,485</u> |

During the current fiscal year, the SRF Programs' debt increased by \$562.7 million. The primary increase in liabilities is a result of bond and note issuances offset by the scheduled principal payments. The SRF Programs issued \$665.1 million in new bonds and notes.

During the prior fiscal year, the SRF Programs' debt increased by \$62.7 million. The primary increase in liabilities was a result of bond and note issuances and the scheduled principal payments. The SRF Programs issued \$260.7 million in new bonds and notes.

Additional information on the SRF Programs' long-term debt can be found in Notes 7 and 8 to the combined financial statements on pages 22-35 of this report.

REQUESTS OF INFORMATION

This financial report is designed to provide a general overview of the SRF Programs’ finances for all those with an interest in the SRF Programs’ finances. Questions concerning any of the information should be addressed to the Director of Environmental Programs, c/o State Revolving Fund Wastewater and Drinking Water Loan Programs, 100 N. Senate Avenue, Room 1275, IGCN - 12th Floor, Indianapolis, IN 46204.

COMBINED FINANCIAL STATEMENTS

STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
COMBINED STATEMENTS OF NET POSITION
June 30, 2025 and 2024

| | 2025 | 2024 |
|---|-------------------------|-------------------------|
| ASSETS | | |
| Current Assets: | | |
| Cash and equivalents | \$ 523,542,243 | \$ 246,520,256 |
| Interest receivable | 48,585,078 | 42,086,832 |
| Due from EPA | 315,852 | 390,526 |
| Accounts receivable | 12,000 | 7,500 |
| Loans receivable-current, net | <u>188,893,135</u> | <u>174,347,417</u> |
| Total Current Assets | <u>761,348,308</u> | <u>463,352,531</u> |
| Noncurrent Assets: | | |
| Investments | 9,958,047 | 12,779,347 |
| Loans receivable, net | 4,129,763,202 | 3,757,086,321 |
| Capital assets, net | <u>908,047</u> | <u>1,091,715</u> |
| Total Noncurrent Assets | <u>4,140,629,296</u> | <u>3,770,957,383</u> |
| Total Assets | <u>4,901,977,604</u> | <u>4,234,309,914</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | |
| Loss on debt refunding | <u>933,760</u> | <u>1,454,543</u> |
| Total Deferred Outflows of Resources | <u>933,760</u> | <u>1,454,543</u> |
| LIABILITIES | | |
| Current Liabilities: | | |
| Interest payable | 48,417,139 | 40,523,340 |
| Accounts payable | 1,216,809 | 988,265 |
| Bonds/Notes payable-current, net | <u>133,273,700</u> | <u>117,476,900</u> |
| Total Current Liabilities | <u>182,907,648</u> | <u>158,988,505</u> |
| Long-term Liabilities: | | |
| Amount due to federal government | 137,848 | 79,637 |
| Bonds/Notes payable, net | <u>2,858,562,980</u> | <u>2,311,692,667</u> |
| Total Long-term Liabilities | <u>2,858,700,828</u> | <u>2,311,772,304</u> |
| Total Liabilities | <u>3,041,608,476</u> | <u>2,470,760,809</u> |
| DEFERRED INFLOWS OF RESOURCES | | |
| Gain on debt refunding | <u>6,307,796</u> | <u>4,315,104</u> |
| Total Deferred Inflows of Resources | <u>6,307,796</u> | <u>4,315,104</u> |
| NET POSITION | | |
| Restricted for water pollution and drinking water projects and other related program purposes | <u>\$ 1,854,995,092</u> | <u>\$ 1,760,688,544</u> |

See accompanying notes.

STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
COMBINED STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
Years Ended June 30, 2025 and 2024

| | 2025 | 2024 |
|---|-------------------------|-------------------------|
| OPERATING REVENUES | | |
| Interest income-investments | \$ 25,079,283 | \$ 26,069,981 |
| Interest income-loan participants | 100,488,591 | 89,892,519 |
| Administration and premium fees | 401,004 | 138,122 |
| Other | <u>12,166,600</u> | <u>7,137,198</u> |
| Total Operating Revenues | <u>138,135,478</u> | <u>123,237,820</u> |
| OPERATING EXPENSES | | |
| Interest | 77,430,034 | 65,314,886 |
| Bond issuance costs | 3,806,210 | 1,206,386 |
| Trustee fees | 84,320 | 104,340 |
| Other program and administrative | <u>25,002,696</u> | <u>13,680,853</u> |
| Total Operating Expenses | <u>106,323,260</u> | <u>80,306,465</u> |
| OPERATING INCOME | 31,812,218 | 42,931,355 |
| NONOPERATING REVENUES AND (EXPENSES) | | |
| Capital contributions (EPA Grants) | 154,569,199 | 120,561,557 |
| Loan forgiveness | <u>(92,074,869)</u> | <u>(77,136,708)</u> |
| Total Nonoperating Revenues and (Expenses) | <u>62,494,330</u> | <u>43,424,849</u> |
| INCREASE IN NET POSITION | 94,306,548 | 86,356,204 |
| NET POSITION | | |
| Beginning of Year | <u>1,760,688,544</u> | <u>1,674,332,340</u> |
| End of Year | <u>\$ 1,854,995,092</u> | <u>\$ 1,760,688,544</u> |

See accompanying notes.

STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
COMBINED STATEMENTS OF CASH FLOWS
Years Ended June 30, 2025 and 2024

| | 2025 | 2024 |
|---|------------------------|-----------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Cash payments for salaries, administrative and other expenses | \$ (12,470,938) | \$ (6,066,548) |
| Administration fee | 401,004 | 138,122 |
| Net Cash Used by Operating Activities | <u>(12,069,934)</u> | <u>(5,928,426)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Maturities of loans to participants | 176,109,220 | 162,183,293 |
| Issuance of loans to participants | (563,331,819) | (393,821,102) |
| Change in investments | 2,821,300 | 4,200,767 |
| Interest received on loans and investments | 119,069,628 | 114,511,264 |
| Change in capital assets | 16,445 | (1,009,450) |
| Net Cash Used by Investing Activities | <u>(265,315,226)</u> | <u>(113,935,228)</u> |
| CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES | | |
| Proceeds from debt issuance | 739,407,589 | 277,715,226 |
| Principal payments to reduce indebtedness including refunding | (141,011,040) | (179,949,825) |
| Payment of debt issuance costs, net of refunding | (3,806,210) | (1,206,386) |
| Interest paid on debt | (102,752,196) | (94,524,199) |
| Net Cash Provided by Non-Capital Financing Activities | <u>491,838,143</u> | <u>2,034,816</u> |
| CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES | | |
| Capital contributions (EPA grants) | 154,643,873 | 120,588,988 |
| Issuance of forgivable loans to participants | (92,074,869) | (77,136,708) |
| Net Cash Provided by Capital Financing Activities | <u>62,569,004</u> | <u>43,452,280</u> |
| NET INCREASE (DECREASE) IN CASH AND EQUIVALENTS | 277,021,987 | (74,376,558) |
| CASH AND EQUIVALENTS | | |
| Beginning of Year | <u>246,520,256</u> | <u>320,896,814</u> |
| End of Year | <u>\$ 523,542,243</u> | <u>\$ 246,520,256</u> |
| RECONCILIATION OF OPERATING INCOME TO NET CASH USED BY OPERATING ACTIVITIES | | |
| Operating income | \$ 31,812,218 | \$ 42,931,355 |
| Adjustments to reconcile operating income to net cash used by operating activities: | | |
| Depreciation | 167,223 | 22,876 |
| Interest income | (125,567,874) | (115,962,500) |
| Interest expense | 77,430,034 | 65,314,886 |
| Bond issuance costs | 3,806,210 | 1,206,386 |
| Changes in assets and liabilities: | | |
| Accounts receivable | (4,500) | 297,551 |
| Accounts payable | 228,544 | 216,769 |
| Amount due to federal government | 58,211 | 44,251 |
| Net Cash Used by Operating Activities | <u>\$ (12,069,934)</u> | <u>\$ (5,928,426)</u> |

See accompanying notes.

STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Wastewater State Revolving Fund Loan Program (WSRF) and the Drinking Water State Revolving Fund Loan Program (DWSRF), collectively known as State Revolving Fund Loan Programs (SRF Programs), conform to generally accepted accounting principles as applicable to governmental units in the United States of America. The following is a summary of significant policies:

Reporting Entity: The accompanying combined financial statements report only on the financial activities associated with the SRF Programs, which are an enterprise fund of the Indiana Finance Authority (Authority). The combined financial statements do not represent an annual comprehensive financial report of the Authority.

Principles of Combination: The combined financial statements of the SRF Programs include the accounts of the WSRF and the DWSRF. All significant intra-entity accounts and transactions between the individual programs have been eliminated.

Basis of Presentation and Accounting: The SRF Programs are accounted for as an Enterprise Fund. An Enterprise Fund is used to account for an operation where periodic determination of revenues earned, expenses incurred, and net income on an accrual basis is appropriate (accrual method). Accordingly, the SRF Programs recognize revenues in the period earned and expenses in the period incurred. Financial transactions are reported as business-type activities.

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The SRF Programs follow GASB pronouncements.

The Wastewater State Revolving Fund Loan Program and Drinking Water State Revolving Fund Loan Program: The federal Water Quality Act of 1987 as amended in 1996, and further amended by the Water Resources and Development Act (WRRDA) of 2014 authorized the United States Environmental Protection Agency (EPA) to award capitalization grants to states for public drinking water system programs and water pollution control revolving fund programs. Pursuant to Indiana Code 13-18-13 (WSRF Act), as replaced by Indiana Code 5-1.2-10 effective July 1, 2018, the State of Indiana (State) originally established a water pollution control revolving fund program to provide financial assistance, essentially, to make loans, to political subdivisions for eligible projects. A variety of political subdivisions and other eligible borrowers may receive loans from the WSRF Program, including municipal sewage works, sanitary districts, regional sewer districts and conservancy districts. Pursuant to Indiana Code 13-18-21 (DWSRF Act), as replaced by Indiana Code 5-1.2-10 effective July 1, 2018, the State also has established a public drinking water system program to provide financial assistance for eligible projects. The SRF Programs provide both loans and forgivable loans to public water systems for eligible projects.

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

By operation of law, effective May 15, 2005, all assets and liabilities of the SRF Programs (including the outstanding bonds of the Indiana Bond Bank related to the SRF Programs) became the assets and liabilities of the Indiana Finance Authority instead of the State or the Indiana Bond Bank. For years ending on, or before, June 30, 2005, these assets and liabilities of the SRF Programs were previously reported as part of the respective financial statements of the State and/or the Indiana Bond Bank.

The Authority has capitalized its WSRF and DWSRF Programs with payments made under capitalization grants and with required state matching funds. Payments under, and the use of capitalization grants, are subject to federal law and regulated by the federal government, acting through the EPA.

Under the WSRF and DWSRF Acts, the Authority has responsibility for the administration and management of the WSRF and DWSRF Programs. The Authority has entered into Trust Indentures with The Bank of New York Mellon Trust Company, N.A., successor to J.P. Morgan Trust Company, N.A., to establish a series of separate funds and accounts for operation of the SRF Programs. The indentures create state revolving funds (the Funds) and govern the use of certain bond proceeds and capitalization grants under the WSRF Act and the DWSRF Act. The SRF Programs are being operated initially as leveraged programs, whereby the earnings on certain moneys deposited in the Funds, including payments on loans made from the Funds, are applied to pay debt service on bonds issued to finance the SRF Programs.

If necessary, the capitalization grants are deposited into the SRF Programs accounts and are available to pay scheduled debt service on the Revenue Bonds. SRF Programs participant loan repayments and interest earned on the SRF Programs investments are used to meet the debt service obligations for the Revenue Bonds. States are required to provide an additional 20 percent of the federal capitalization grant as matching funds in order to receive a grant. SRF Programs matching funds have been provided through the issuance of revenue bonds payable from the interest portion of the SRF Program participant loan repayments and the earnings on the funds. Federal contributions are funded and recognized as capital contributions when amounts are received. The Authority may use amounts of up to 4 percent of the federal capitalization grant to pay salaries and administrative costs incurred in the management of the SRF Programs.

The Authority issued Series 2015A, 2015B, 2016A, 2016B, 2016D, 2016E, 2017B, 2017C, 2018A, 2019A, 2019C, 2019D, 2019E, 2021A, 2021B, 2022B, 2022D, 2023A, 2023B, 2024A, 2024B, and 2025C Bonds and WIFIA 17114IN Loan in respect of the SRF Programs. Such liabilities are summarized in Note 7 and are secured by a common trust estate supported in part by participant loan repayments.

STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Estimates: Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from those estimates.

Restricted Net Position: Restricted net position is available for providing financial assistance related to water pollution control and drinking water projects and other purposes of the SRF Programs.

Cash and Equivalents: Cash and equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments: Investments are recorded at fair value, based on quoted market prices of the investment or similar investments. Changes in the fair value of investments are included in the combined statements of revenues, expenses and changes in net position.

Allowance for Doubtful Accounts: Management's estimate of the allowance for doubtful accounts is determined by the forgivable loans closed by the SRF Programs, and by a review of individual loan balances' collectability. The allowance for doubtful accounts was \$209,972,579 and \$156,826,540 at June 30, 2025 and 2024, respectively.

Bond Discounts, Premiums, and Bond Issuance Costs: Bond discounts and premiums are amortized using the interest method over the varying terms of the bonds issued. Bond issuance costs are recorded as expenses when incurred.

Operating Revenues and Expenses: Operating revenues and expenses generally result from providing services. Operating expenses include the cost of providing services and interest on debt. For enterprise funds, revenue and expense transactions normally classified as other than operating cash flows are classified as operating revenues and expenses if those transactions constitute principal ongoing operations. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses, and include capital contributions.

Subsequent Events: The Authority has evaluated the combined financial statements for subsequent events occurring through September 17, 2025, the date the combined financial statements were available to be issued.

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 2 - CASH AND EQUIVALENTS AND INVESTMENTS

All cash and equivalents and investments are held by, or in the name of, The Bank of New York Mellon Trust Company, N.A., as trustee under certain indentures of trusts (Trust Indentures) pertaining to the SRF Programs and the bonds issued in connection with the SRF Programs. Pursuant to enabling statutes, the investments permitted by the Trust Indentures represent investment policy choices that make the generally applicable provisions of Indiana Code 5-13 inapplicable to the SRF Programs' investments.

A summary of cash and equivalents and investments as of June 30, 2025 and 2024 follows:

| | <u>2025</u> | | |
|------------------------|-----------------------|---------------------------|-----------------------|
| | <u>Wastewater</u> | <u>Drinking Water</u> | <u>Total</u> |
| Money market funds | \$ 211,437,225 | \$ 309,240,233 | \$ 520,677,458 |
| Government obligations | 10,654,828 | 2,124,515 | 12,779,343 |
| Bank deposits | <u>43,471</u> | <u>18</u> | <u>43,489</u> |
| | <u>\$ 222,135,524</u> | <u>\$ 311,364,766</u> | <u>\$ 533,500,290</u> |
| | <u>2024</u> | | |
| | <u>Wastewater</u> | <u>Drinking Water</u> | <u>Total</u> |
| Money market funds | \$ 143,949,388 | \$ 98,292,369 | \$ 242,241,757 |
| Government obligations | <u>12,586,626</u> | <u>4,471,220</u> | <u>17,057,846</u> |
| | <u>\$ 156,536,014</u> | <u>\$ 102,763,589</u> | <u>\$ 259,299,603</u> |

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 2 - CASH AND EQUIVALENTS AND INVESTMENTS (CONTINUED)

Investment Type and Interest Rate Risk Disclosure: As of June 30, 2025, the SRF Programs had the following investments and maturities (amounts are in thousands):

| | Wastewater | | | | |
|------------------------|---|------------------|-----------------|-------------|-------------|
| | Investment Maturities (in years) | | | | |
| Fair Value | < 1 | 1 - < 5 | 5 - < 10 | > 10 | |
| Money market funds | \$211,437 | \$211,437 | \$ - | \$ - | \$ - |
| Government obligations | 10,655 | 1,998 | 8,657 | - | - |
| Bank deposits | <u>43</u> | <u>43</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| | <u>\$222,135</u> | <u>\$213,478</u> | <u>\$ 8,657</u> | <u>\$ -</u> | <u>\$ -</u> |

| | Drinking Water | | | | |
|------------------------|---|------------------|-----------------|-------------|-------------|
| | Investment Maturities (in years) | | | | |
| Fair Value | < 1 | 1 - < 5 | 5 - < 10 | > 10 | |
| Money market funds | \$ 309,240 | \$ 309,240 | \$ - | \$ - | \$ - |
| Government obligations | <u>2,125</u> | <u>824</u> | <u>1,301</u> | <u>-</u> | <u>-</u> |
| | <u>\$311,365</u> | <u>\$310,064</u> | <u>\$ 1,301</u> | <u>\$ -</u> | <u>\$ -</u> |

Credit Risk Disclosure: The following table (in thousands of dollars) provides information on the credit ratings associated with the SRF Programs' investments in debt securities at June 30, 2025:

| | S&P | Fitch | Moody's | Fair Value |
|-------------------------|----------------|--------------|----------------|-------------------|
| Money market funds | AAAm | N/A | Aaa-mf | \$ 418,000 |
| | AAAm | AAAmf | Aaa-mf | 102,677 |
| Government obligations | AA+ | AA+ | Aa1 | 12,780 |
| Bank deposits | A-1+ | F1+ | P-1 | <u>43</u> |
| Total Rated Investments | | | | <u>\$ 533,500</u> |

STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
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NOTE 2 - CASH AND EQUIVALENTS AND INVESTMENTS (CONTINUED)

Custodial Credit Risk: The SRF Programs have no custodial credit risk. The investments are secured by government securities held pursuant to securities or repurchase contracts or otherwise secured by perfected security interest in the same. Such government securities are either issued or guaranteed by the U.S. Government, including United States Treasury obligations and any other obligations, the timely payment of principal and interest of which, are guaranteed by the U.S. Government and bonds, notes, debentures, obligations or other evidence of indebtedness issued and/or guaranteed by Fannie Mae, Federal Home Loan Mortgage Corporation, Government National Mortgage Association or any other agency or instrumentality of the United States, including, but not limited to, mortgage participation certificates, mortgage pass-through certificates, collateralized mortgage obligations and other mortgage-backed securities.

Concentration of Credit Risk: The SRF Programs place no limit on the amount that may be invested in any one issuer. The following table shows investments in issuers that represent 5% or more of the total investments at June 30, 2025:

| | |
|--------------------|-----|
| BlackRock Fed Fund | 68% |
| Dreyfus Government | 26% |

NOTE 3 - FAIR VALUE MEASUREMENTS

The SRF Programs have categorized their assets and liabilities that are measured at fair value into a three-level fair value hierarchy. The hierarchy prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets (Level 1) and the lowest priority to unobservable inputs (Level 3). The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. The three levels of the fair value hierarchy are described as follows:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the SRF Programs has the ability to access.

Level 2 - Inputs to the valuation methodology may include: quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; and/or inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 3 - FAIR VALUE MEASUREMENTS (CONTINUED)

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement. In situations where there is little or no market activity for the asset or liability, the SRF Programs make estimates and assumptions related to the pricing of the asset or liability including assumptions regarding risk.

Following is a description of the valuation methodologies used by the SRF Programs for assets that are measured at fair value on a recurring basis. There have been no changes in the methodologies used at June 30, 2025 and 2024.

Money Market Fund Shares: Valued at the daily closing price as reported by the funds. These funds are required to publish their daily net asset value (NAV) and to transact at that price. These funds are deemed to be actively traded.

Government Obligations and Bank Deposits: Valued using pricing models maximizing the use of observable inputs for similar securities.

For those assets measured at fair value, management determines the fair value measurement policies and procedures. Those policies and procedures are reassessed at least annually to determine if the current valuation techniques are still appropriate. At that time, the unobservable inputs used in the fair value measurements are evaluated and adjusted, as necessary, based on current market conditions and other third-party information.

The preceding methods may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the SRF Programs' management believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain assets could result in a different fair value measurement at the reporting date.

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
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NOTE 3 - FAIR VALUE MEASUREMENTS (CONTINUED)

Following is a summary, within each level of the fair value hierarchy, of the SRF Programs' assets that are measured at fair value on a recurring basis as of June 30, 2025 and 2024:

| 2025 | Level 1 | Level 2 | Total |
|----------------------------|----------------------|----------------------|----------------------|
| Assets | | | |
| Cash Equivalents: | | | |
| Money Market Fund Shares | \$520,677,458 | \$ - | \$520,677,458 |
| Government Obligations | - | 2,821,296 | 2,821,296 |
| Bank Deposits | - | 43,489 | 43,489 |
| Investments: | | | |
| Government Obligations | <u>-</u> | <u>9,958,047</u> | <u>9,958,047</u> |
| Total Assets at Fair Value | <u>\$520,677,458</u> | <u>\$ 12,822,832</u> | <u>\$533,500,290</u> |
| | | | |
| 2024 | Level 1 | Level 2 | Total |
| Assets | | | |
| Cash Equivalents: | | | |
| Money Market Fund Shares | \$242,241,757 | \$ - | \$242,241,757 |
| Government Obligations | - | 4,278,499 | 4,278,499 |
| Investments: | | | |
| Government Obligations | <u>-</u> | <u>12,779,347</u> | <u>12,779,347</u> |
| Total Assets at Fair Value | <u>\$242,241,757</u> | <u>\$ 17,057,846</u> | <u>\$259,299,603</u> |

At June 30, 2025 and 2024, the SRF Programs had no other assets and no liabilities that are measured at fair value on a recurring basis.

NOTE 4 - LOANS RECEIVABLE

The net proceeds from the issuance of the Revenue Bonds were deposited in the SRF Programs Account and are used primarily to fund loans to participants for eligible projects. The State's current intended use plans include a list of publicly-owned wastewater treatment works, a list of drinking water systems, and other projects proposed by eligible participants, which the State anticipates will be eligible for financial assistance.

STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024

NOTE 4 - LOANS RECEIVABLE (CONTINUED)

The loans receivable balance at June 30, 2025 and 2024 includes actual advances for construction and related costs on eligible projects net of principal payments from participants as follows:

| | Loans Receivable as of June 30, 2025 | Loans Receivable as of June 30, 2024 | Actual Loan Available Less Principal Repayments as of June 30, 2025 |
|------------------------|---|---|--|
| Wastewater Fund | \$3,575,354,676 | \$3,235,922,752 | \$3,863,511,807 |
| Drinking Water Fund | <u>743,301,661</u> | <u>695,510,986</u> | <u>1,298,049,083</u> |
| Total All Loans | <u>\$4,318,656,337</u> | <u>\$3,931,433,738</u> | <u>\$5,161,560,890</u> |

These amounts represent projects that have been submitted and approved by the SRF Programs, and the loans have been closed. Loans receivable includes current portions of \$188,893,135 at June 30, 2025 and \$174,347,417 at June 30, 2024.

As of June 30, 2025, the outstanding balances of closed loans exceeding 50 percent of the total loans receivable and representing the Programs' largest borrowers are summarized below:

| Name of Participant | Loans Receivable as of June 30, 2025 | Loans Receivable as of June 30, 2024 | Actual Loan Available Less Principal Repayments as of June 30, 2025 |
|----------------------------------|---|---|--|
| Wastewater Fund | | | |
| City of Fort Wayne | \$ 553,708,342 | \$ 532,117,363 | \$ 553,708,342 |
| Citizens Water Authority | 420,143,996 | 431,885,622 | 420,143,996 |
| City of Evansville | 347,250,487 | 351,722,210 | 347,321,830 |
| City of Lebanon | 156,363,000 | - | 156,363,000 |
| City of Terre Haute | 141,349,000 | 150,331,000 | 141,349,000 |
| City of Elkhart | 103,327,470 | 67,229,890 | 103,327,470 |
| City of Crown Point | 94,981,344 | 29,124,293 | 94,981,344 |
| Drinking Water Fund | | | |
| City of Fort Wayne | \$ 78,762,530 | \$ 82,773,906 | \$ 87,955,023 |
| City of Evansville | 62,539,348 | 65,592,650 | 115,490,998 |
| City of East Chicago | 34,041,000 | 29,706,000 | 36,541,000 |
| Town of Chandler | 29,257,843 | 29,392,028 | 29,257,843 |
| City of Columbus | 20,729,000 | 21,474,000 | 20,729,000 |
| City of Greensburg | 20,147,000 | 21,461,000 | 20,147,000 |
| City of Greenfield | 18,500,000 | 18,500,000 | 18,500,000 |
| City of Batesville | 17,582,335 | 17,935,322 | 17,582,335 |
| City of Crown Point | 16,794,680 | 17,836,973 | 24,529,250 |
| City of Valparaiso | 14,437,000 | 14,447,000 | 14,437,000 |
| Jackson County Water Utility Inc | 13,353,000 | 13,819,000 | 13,464,000 |
| City of Frankfort | 12,980,000 | 13,230,000 | 12,980,000 |
| City of Bluffton | 11,665,426 | 12,213,195 | 11,665,426 |
| City of Rochester | 13,309,893 | - | 14,854,000 |
| City of Logansport | 12,868,939 | 3,796,575 | 19,704,000 |

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 5 - INTEREST RECEIVABLE

Interest receivable consists of accrued interest on investments and loans to participants as follows:

Interest receivable at June 30, 2025:

| | Investments | Loans | Total |
|----------------|---------------------|----------------------|----------------------|
| Wastewater | \$ 1,259,879 | \$ 37,270,407 | \$ 38,530,286 |
| Drinking Water | <u>711,610</u> | <u>9,343,182</u> | <u>10,054,792</u> |
| | <u>\$ 1,971,489</u> | <u>\$ 46,613,589</u> | <u>\$ 48,585,078</u> |

Interest receivable at June 30, 2024:

| | Investments | Loans | Total |
|----------------|---------------------|----------------------|----------------------|
| Wastewater | \$ 1,109,207 | \$ 34,058,323 | \$ 35,167,530 |
| Drinking Water | <u>523,387</u> | <u>6,395,915</u> | <u>6,919,302</u> |
| | <u>\$ 1,632,594</u> | <u>\$ 40,454,238</u> | <u>\$ 42,086,832</u> |

NOTE 6 - ARBITRAGE REBATE AND YIELD REDUCTION PAYMENTS TO U.S. TREASURY

Several series of bonds issued by the Authority, in connection with the SRF Programs were the subject of legal opinions as of the date of their issuance to the effect that interest on such bonds was excludable from gross income for purposes of federal income taxation pursuant to Section 103 of the Internal Revenue Code of 1986, as amended ("Code"). Under the Code, such exclusion is conditioned on continuing compliance with certain tax covenants including payment of certain earnings in excess of the bond yield to the U.S. Treasury as rebate or yield reduction payments. Any estimated liabilities, which were calculated as of January 31, 2025, are recorded in both the general short-term debt group for the current portion and the general long-term debt account group for the long-term portion. With respect to such bonds, as of June 30, 2025, the SRF Programs had the following liabilities:

| | Yield Reduction | Due Date |
|---------------------|----------------------------|------------------|
| 2023A | | |
| Wastewater Fund | \$ 59,133 | January 31, 2028 |
| Drinking Water Fund | <u>22,442</u> | January 31, 2028 |
| | <u>\$ 81,575</u> | |
| 2023B | | |
| Wastewater Fund | \$ 52,971 | January 31, 2028 |
| Drinking Water Fund | <u>3,139</u> | January 31, 2028 |
| | <u>\$ 56,110</u> | |
| 2024A | | |
| Wastewater Fund | \$ 111 | January 31, 2029 |
| Drinking Water Fund | <u>52</u> | January 31, 2029 |
| | <u>\$ 163</u> | |

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 7 - BONDS AND NOTES PAYABLE

The SRF Programs are structured to provide cross-collateralization in accordance with Federal Environmental Law, the bond indenture and SRF indentures, generally by providing a mechanism for pledged funds from either of the SRF Programs to be made available to the other. To effect such cross-collateralization, the SRF indentures allow the SRF trustee to disburse certain assets in the trust estate from either SRF Program and at the written direction of the program representative to collateralize, fund, or secure the other SRF Program, including transfers between the Drinking Water Fund and the Wastewater Fund, subject to provisions of State Environmental Law and Federal Environmental Law. However, under Federal Environmental Law, the bond indenture, and SRF indentures, cross-collateralization may not be used to provide for payment of debt service on bonds.

Bonds and Notes payable at June 30, 2025 and 2024 for bonds issued on behalf of the SRF Programs are summarized as follows:

| | 2025 | 2024 |
|---|----------------|------|
| <u>Wastewater Fund:</u> | | |
| Series 2025C Bonds issued May 15, 2025 for the aggregate amount of \$265,135,000 maturing from February 1, 2026 to February 1, 2046 at an interest rate of 5.00%. Of this, \$190,135,000 was allocated to the WSRF Program based upon the percentage of the original bond proceeds allocated to each program. | \$ 190,135,000 | \$ - |
| Series 2024B Bonds issued October 8, 2024 for the aggregate amount of \$225,000,000 maturing from February 1, 2038 to February 1, 2049 at an interest rate of 5.00%. Of this, \$127,240,000 was allocated to the WSRF Program based upon the percentage of the original bond proceeds allocated to each program. | 127,240,000 | - |
| Series 2024A Bonds issued July 11, 2024 for the aggregate amount of \$175,000,000 maturing from February 1, 2030 to February 1, 2044 at an interest rate of 5.00%. Of this, \$118,750,000 was allocated to the WSRF Program based upon the percentage of the original bond proceeds allocated to each program. | 118,750,000 | - |

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 7 - BONDS AND NOTES PAYABLE (CONTINUED)

| | 2025 | 2024 |
|--|---------------|---------------|
| Series 2023B Bonds issued September 7, 2023 for the aggregate amount of \$148,735,000 maturing from February 1, 2030 to February 1, 2044 at an interest rate of 5.00%. Of this, \$97,165,000 was allocated to the WSRF Program based upon the percentage of the original bond proceeds allocated to each program. | \$ 97,165,000 | \$ 97,165,000 |
| Series 2023A Bonds issued March 22, 2023 for the aggregate amount of \$69,900,000 maturing from February 1, 2024 to February 1, 2043 at an interest rate of 5.00%. Of this, \$50,670,000 was allocated to the WSRF Program based upon the percentage of the original bond proceeds allocated to each program. | 35,920,000 | 39,645,000 |
| Series 2022D Bonds issued November 8, 2022 for the aggregate amount of \$79,900,000 maturing from February 1, 2029 to February 1, 2047 at an interest rate of 5.00%. Of this, \$64,580,000 was allocated to the WSRF Program based upon the percentage of the original bond proceeds allocated to each program. | 64,580,000 | 64,580,000 |
| Series 2022B Bonds issued September 8, 2022 for the aggregate amount of \$250,000,000, maturing from February 1, 2028 to February 1, 2047 at an interest rate of 5.00%. Of this, \$237,955,000 was allocated to the WSRF Program based upon the percentage of the original bond proceeds to each program. | 237,955,000 | 237,955,000 |
| Series 2021B Bonds issued November 16, 2021 for the aggregate amount of \$261,325,000 maturing from February 1, 2023 to February 1, 2041 at interest rates from 4.00% to 5.00%. Of this, \$218,140,000 was allocated to the WSRF Program based upon the percentage of the original bond proceeds allocated to each program. | 163,410,000 | 169,370,000 |
| Series 2021A Bonds issued July 7, 2021 for the aggregate amount of \$81,595,000, maturing from February 1, 2022 to February 1, 2032 at interest rates of 5.00%. Of this, \$70,345,000 was allocated to the WSRF Program based upon the percentage of the original bond proceeds to each program. | 69,675,000 | 69,675,000 |

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 7 - BONDS AND NOTES PAYABLE (CONTINUED)

| | 2025 | 2024 |
|--|---------------|---------------|
| <p>Series 2019E Bonds issued October 10, 2019 for the aggregate amount of \$215,000,000, maturing from February 1, 2021 to February 1, 2047 at an interest rate of 5.00%. Of this, \$135,820,000 was allocated to the WSRF Program based upon the percentage of the original bond proceeds allocated to each program. In May 2021, \$11,000,000 was cash defeased.</p> | \$ 78,115,000 | \$ 95,320,000 |
| <p>WIFIA 17114IN Loan dated September 6, 2019 for the aggregate amount up to \$436,000,000 maturing from January 15, 2021 to January 15, 2054 at an interest rate of 1.78%. A \$164,000,000 disbursement of funds occurred on October 9, 2019 with the entire amount allocated to the WSRF Program. A \$110,000,000 disbursement occurred on May 19, 2021 with the entire amount allocated to the WSRF Program. A \$50,000,000 disbursement occurred on October 13, 2021 with the entire amount allocated to the WSRF Program. A \$112,000,000 disbursement occurred on July 12, 2023 with the entire amount allocated to the WSRF Program.</p> | 394,895,300 | 403,132,200 |
| <p>Series 2019C Bonds issued June 4, 2019 for the aggregate amount of \$81,275,000, maturing from February 1, 2023 to February 1, 2036 at an interest rate of 5.00%. Of this, \$49,850,000 was allocated to the WSRF Program based upon the percentage of the original bond proceeds allocated to each program.</p> | 33,900,000 | 41,875,000 |
| <p>Series 2019A Bonds issued January 24, 2019 for the aggregate amount of \$266,740,000, maturing from February 1, 2026 to February 1, 2039 at an interest rate of 5.00%. The whole amount was allocated to the WSRF Program.</p> | 266,740,000 | 266,740,000 |

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 7 - BONDS AND NOTES PAYABLE (CONTINUED)

| | 2025 | 2024 |
|---|---------------|----------------|
| <p>Series 2018A Bonds issued October 24, 2018 for the aggregate amount of \$153,195,000, maturing from February 1, 2020 to February 1, 2035 at an interest rate of 5.00%. Of this, \$110,000,000 was allocated to the WSRF Program based upon the percentage of the original bond proceeds allocated to each program. In May 2021, \$10,000,000 was cash defeased.</p> | \$ 90,000,000 | \$ 100,000,000 |
| <p>Series 2017C Refunding Bonds issued November 1, 2017 for the aggregate amount of \$124,495,000 to refund the callable portion of Series 2010B, 2011A, and 2012B Bonds, maturing from February 1, 2018 to February 1, 2031 at an interest rate of 5.00%. Of this, \$82,415,000 was allocated to the WSRF Program based upon the percentage of the original bond proceeds allocated to each program. In May 2021, \$1,615,000 was cash defeased.</p> | 70,540,000 | 74,565,000 |
| <p>Series 2017B Bonds issued November 1, 2017 for the aggregate amount of \$21,045,000, maturing from February 1, 2020 to February 1, 2028 at an interest rate of 5.00%. Of this, \$16,835,000 was allocated to the WSRF Program based upon the percentage of the original bond proceeds allocated to each program.</p> | 6,450,000 | 8,400,000 |
| <p>Series 2016E Refunding Bonds issued October 12, 2016 for the aggregate amount of \$85,930,000 to refund the callable portion of Series 2010B and 2012B Bonds, maturing from February 1, 2022 to February 1, 2030 at interest rates ranging from 3.00% to 5.00%. Of this, \$78,400,000 was allocated to the WSRF Program based upon the percentage of the original bond proceeds allocated to each program. In May 2021, \$11,245,000 was cash defeased.</p> | 63,590,000 | 63,590,000 |

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 7 - BONDS AND NOTES PAYABLE (CONTINUED)

| | 2025 | 2024 |
|--|---------------|---------------|
| <p>Series 2016D Refunding Bonds issued October 12, 2016 for the aggregate amount of \$164,445,000, maturing from February 1, 2020 to August 1, 2046 at interest rates ranging from 3.00 % to 5.00%. The whole amount was allocated to the WSRF Program. In May 2021, \$86,070,000 was cash defeased. In September 2023, \$11,025,000 was cash defeased via a tender offering.</p> | \$ 39,575,000 | \$ 45,280,000 |
| <p>Series 2016B Refunding Bonds issued April 7, 2016 for the aggregate amount of \$53,115,000 to refund the callable portion of Series 2006B and 2009A Bonds, maturing from February 1, 2020 to February 1, 2028 at an interest rate of 5.00%. Of this, \$48,240,000 was allocated to the WSRF Program based upon the percentage of the original bond proceeds allocated to each program.</p> | 26,770,000 | 26,770,000 |
| <p>Series 2016A Bonds issued April 7, 2016 for the aggregate amount of \$62,675,000, maturing from February 1, 2017 to February 1, 2036 at interest rates ranging from 4.00% to 5.00%. Of this, \$56,715,000 was allocated to the WSRF Program based upon the percentage of the original bond proceeds allocated to each program. In May 2021, \$11,855,000 was cash defeased. In September 2023, \$17,720,000 was cash defeased via a tender offering.</p> | 12,945,000 | 16,005,000 |
| <p>Series 2015B Refunding Bonds issued March 19, 2015 for the aggregate amount of \$139,715,000 to refund the callable portion of Series 2007A, 2007B, 2009A, and 2012B Bonds, maturing from February 1, 2016 to February 1, 2025 at interest rates ranging from 2.00% to 5.00%. Of this, \$118,531,184 was allocated to the WSRF Program based upon the percentage of the original bond proceeds allocated to each program.</p> | - | 24,227,987 |

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 7 - BONDS AND NOTES PAYABLE (CONTINUED)

| | 2025 | 2024 |
|--|------------------------|------------------------|
| <p>Series 2015A Bonds issued February 11, 2015 for the aggregate amount of \$100,000,000, maturing from February 1, 2020 to February 1, 2035 at an interest rate of 5.00%. Of this, \$90,740,692 was allocated to the WSRF Program based upon the percentage of the original bond proceeds allocated to each program. In May 2021, \$24,422,857 was cash defeased. In September 2023, \$17,720,000 was cash defeased via a tender offering. In May 2025, \$19,137,212 was refunded by the 2025C Bond.</p> | <p>\$ -</p> | <p>\$ 24,032,672</p> |
| Subtotal-Wastewater Fund | <u>\$2,188,350,300</u> | <u>\$1,868,327,859</u> |
| <u>Drinking Water Fund:</u> | | |
| <p>Series 2025C Bonds issued May 15, 2025 for the aggregate amount of \$265,135,000 maturing from February 1, 2026 to February 1, 2046 at an interest rate of 5.00%. Of this, \$75,000,000 was allocated to the DWSRF Program based upon the percentage of the original bond proceeds allocated to each program.</p> | <p>\$ 75,000,000</p> | <p>\$ -</p> |
| <p>Series 2024B Bonds issued October 8, 2024 for the aggregate amount of \$225,000,000 maturing from February 1, 2038 to February 1, 2049 at an interest rate of 5.00%. Of this, \$97,760,000 was allocated to the DWSRF Program based upon the percentage of the original bond proceeds allocated to each program.</p> | <p>97,760,000</p> | <p>-</p> |
| <p>Series 2024A Bonds issued July 11, 2024 for the aggregate amount of \$175,000,000 maturing from February 1, 2030 to February 1, 2044 at an interest rate of 5.00%. Of this, \$56,250,000 was allocated to the DWSRF Program based upon the percentage of the original bond proceeds allocated to each program.</p> | <p>56,250,000</p> | <p>-</p> |

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 7 - BONDS AND NOTES PAYABLE (CONTINUED)

| | 2025 | 2024 |
|--|---------------|---------------|
| Series 2023B Bonds issued September 7, 2023 for the aggregate amount of \$148,735,000 maturing from February 1, 2030 to February 1, 2044 at an interest rate of 5.00%. Of this, \$51,570,000 was allocated to the DWSRF Program based upon the percentage of the original bond proceeds allocated to each program. | \$ 51,570,000 | \$ 51,570,000 |
| Series 2023A Bonds issued March 22, 2023 for the aggregate amount of \$69,900,000 maturing from February 1, 2024 to February 1, 2043 at an interest rate of 5.00%. Of this, \$19,230,000 was allocated to the DWSRF Program based upon the percentage of the original bond proceeds allocated to each program. | 18,345,000 | 19,160,000 |
| Series 2022D Bonds issued November 8, 2022 for the aggregate amount of \$79,900,000 maturing from February 1, 2029 to February 1, 2047 at an interest rate of 5.00%. Of this, \$15,320,000 was allocated to the DWSRF Program based upon the percentage of the original bond proceeds allocated to each program. | 15,320,000 | 15,320,000 |
| Series 2022B Bonds issued September 8, 2022 for the aggregate amount of \$250,000,000, maturing from February 1, 2028 to February 1, 2047 at an interest rate of 5.00%. Of this, \$12,045,000 was allocated to the DWSRF Program based upon the percentage of the original bond proceeds to each program. | 12,045,000 | 12,045,000 |
| Series 2021B Bonds issued November 16, 2021 for the aggregate amount of \$261,325,000 maturing from February 1, 2023 to February 1, 2041 at interest rates from 4.00% to 5.00%. Of this, \$43,185,000 was allocated to the DWSRF Program based upon the percentage of the original bond proceeds allocated to each program. | 34,525,000 | 36,340,000 |

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 7 - BONDS AND NOTES PAYABLE (CONTINUED)

| | 2025 | 2024 |
|--|---------------|---------------|
| Series 2021A Bonds issued July 7, 2021 for the aggregate amount of \$81,595,000, maturing from February 1, 2022 to February 1, 2032 at interest rates of 5.00%. Of this, \$11,250,000 was allocated to the DWSRF Program based upon the percentage of the original bond proceeds to each program. | \$ 10,925,000 | \$ 10,925,000 |
| Series 2019E Bonds issued October 10, 2019 for the aggregate amount of \$215,000,000 maturing from February 1, 2021 to February 1, 2047 at an interest rate of 5.00%. Of this, \$79,180,000 was allocated to the DWSRF Program based upon the percentage of the original bond proceeds allocated to each program. | 57,385,000 | 62,495,000 |
| Series 2019D Bonds issued June 4, 2019 for the aggregate amount \$18,570,000 maturing from February 1, 2023 to February 1, 2036 at an interest rate of 5.00%. The whole amount was allocated to the DWSRF Program. | 15,555,000 | 16,610,000 |
| Series 2019C Bonds issued June 4, 2019 for the aggregate amount of \$81,275,000 maturing from February 1, 2023 to February 1, 2036 at an interest rate of 5.00%. Of this, \$31,425,000 was allocated to the DWSRF Program based upon the percentage of the original bond proceeds allocated to each program. | 24,420,000 | 25,380,000 |
| Series 2018A Bonds issued October 24, 2018 for the aggregate amount of \$153,195,000 maturing from February 1, 2020 to February 1, 2035 at an interest rate of 5.00%. Of this, \$43,195,000 was allocated to the DWSRF Program based upon the percentage of the original bond proceeds allocated to each program. In May 2021, \$2,305,000 was cash defeased. | 38,430,000 | 39,315,000 |

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 7 - BONDS AND NOTES PAYABLE (CONTINUED)

| | 2025 | 2024 |
|---|---------------|---------------|
| <p>Series 2017C Refunding Bonds issued November 1, 2017 for the aggregate amount of \$124,495,000 to refund the callable portion of Series 2010B, 2011A, and 2012B Bonds, maturing from February 1, 2018 to February 1, 2031 at an interest rate of 5.00%. Of this, \$42,080,000 was allocated to the DWSRF Program based upon the percentage of the original bond proceeds allocated to each program. In May 2021, \$5,180,000 was cash defeased.</p> | \$ 27,120,000 | \$ 30,990,000 |
| <p>Series 2017B Bonds issued November 1, 2017 for the aggregate amount of \$21,045,000, maturing from February 1, 2020 to February 1, 2028 at an interest rate of 5.00%. Of this, \$4,210,000 was allocated to the DWSRF Program based upon the percentage of the original bond proceeds allocated to each program.</p> | 1,615,000 | 2,105,000 |
| <p>Series 2016E Refunding Bonds issued October 12, 2016 for the aggregate amount of \$85,930,000 to refund the callable portion of the Series 2010B Bonds, maturing from February 1, 2022 to February 1, 2030 at interest rates ranging from 3.00% to 5.00%. Of this, \$7,530,000 was allocated to the DWSRF Program based upon the percentage of the original bond proceeds allocated to each program.</p> | 3,920,000 | 4,500,000 |
| <p>Series 2016B Refunding Bonds issued April 7, 2016 for the aggregate amount of \$53,115,000 to refund the callable portion of Series 2006B and 2009A Bonds, maturing from February 1, 2020 to February 1, 2028 at an interest rate of 5.00%. Of this, \$4,875,000 was allocated to the DWSRF Program based upon the percentage of the original bond proceeds allocated to each program.</p> | 1,415,000 | 1,415,000 |

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 7 - BONDS AND NOTES PAYABLE (CONTINUED)

| | 2025 | 2024 |
|--|------------------------|------------------------|
| Series 2016A Bonds issued April 7, 2016 for the aggregate amount of \$62,675,000, maturing from February 1, 2017 to February 1, 2036 at interest rates ranging from 4.00% to 5.00%. Of this, \$5,960,000 was allocated to the DWSRF Program based upon the percentage of the original bond proceeds allocated to each program. | \$ 650,000 | \$ 1,265,000 |
| Series 2015B Refunding Bonds issued March 19, 2015 for the aggregate amount of \$139,715,000 to refund the callable portion of Series 2007A, 2007B, 2009A, and 2012B Bonds, maturing from February 1, 2016 to February 1, 2025 at interest rates ranging from 2.00% to 5.00%. Of this, \$21,183,816 was allocated to the DWSRF Program based upon the percentage of the original bond proceeds allocated to each program. | - | 3,817,013 |
| Series 2015A Bonds issued February 11, 2015 for the aggregate amount of \$100,000,000, maturing from February 1, 2020 to February 1, 2035 at an interest rate of 5.00%. Of this, \$9,259,308 was allocated to the DWSRF Program based upon the percentage of the original bond proceeds allocated to each program. In May 2021, \$2,492,143 was cash defeased. In September 2023, \$2,151,863,000 was cash defeased via a tender offering. In May 2025, \$1,952,788 was refunded by the 2025C Bond. | - | 2,452,328 |
| Subtotal-Drinking Water Fund | <u>\$ 542,250,000</u> | <u>\$ 335,704,341</u> |
| Total Principal | \$2,730,600,300 | \$2,204,032,200 |
| Net premium on bonds payable | <u>261,236,380</u> | <u>225,137,367</u> |
| Total Bonds Payable | 2,991,836,680 | 2,429,169,567 |
| Less: Current portion | <u>133,273,700</u> | <u>117,476,900</u> |
| Long-term Portion | <u>\$2,858,562,980</u> | <u>\$2,311,692,667</u> |

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 7 - BONDS AND NOTES PAYABLE (CONTINUED)

The bonds that are considered to have been defeased and have been removed from the combined financial statements and in total the defeased balances outstanding are \$139,270,000 and \$166,185,000 as of June 30, 2025 and 2024, respectively.

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 7 - BONDS AND NOTES PAYABLE (CONTINUED)

The aggregate debt service requirements and premiums for all bonds and notes allocable to the SRF Programs as of June 30, 2025, are as follows:

| | <u>Principal</u> | | | <u>Interest</u> | | | <u>Debt Service Total</u> |
|-----------|------------------------|----------------------------|------------------------|------------------------|----------------------------|------------------------|---------------------------|
| | <u>Wastewater Fund</u> | <u>Drinking Water Fund</u> | <u>Total</u> | <u>Wastewater Fund</u> | <u>Drinking Water Fund</u> | <u>Total</u> | |
| 2026 | \$ 112,108,700 | \$ 21,165,000 | \$ 133,273,700 | \$ 93,355,667 | \$ 25,914,567 | \$ 119,270,234 | \$ 252,543,934 |
| 2027 | 108,745,200 | 20,500,000 | 129,245,200 | 90,763,007 | 25,939,650 | 116,702,657 | 245,947,857 |
| 2028 | 109,848,400 | 23,180,000 | 133,028,400 | 85,596,024 | 24,914,650 | 110,510,674 | 243,539,074 |
| 2029 | 102,848,100 | 24,155,000 | 127,003,100 | 80,409,797 | 23,755,650 | 104,165,447 | 231,168,547 |
| 2030 | 108,255,100 | 28,760,000 | 137,015,100 | 75,639,764 | 22,547,900 | 98,187,664 | 235,202,764 |
| 2031-2035 | 556,669,000 | 157,930,000 | 714,599,000 | 301,186,421 | 89,701,000 | 390,887,421 | 1,105,486,421 |
| 2036-2040 | 567,827,700 | 125,560,000 | 693,387,700 | 171,265,294 | 55,132,700 | 226,397,994 | 919,785,694 |
| 2041-2045 | 348,570,700 | 103,710,000 | 452,280,700 | 65,714,276 | 23,782,000 | 89,496,276 | 541,776,976 |
| 2046-2050 | 151,650,900 | 37,290,000 | 188,940,900 | 14,708,014 | 4,288,250 | 18,996,264 | 207,937,164 |
| 2051-2054 | 21,826,500 | - | 21,826,500 | 857,497 | - | 857,497 | 22,683,997 |
| | <u>2,188,350,300</u> | <u>542,250,000</u> | <u>2,730,600,300</u> | <u>979,495,761</u> | <u>295,976,367</u> | <u>1,275,472,128</u> | <u>4,006,072,428</u> |
| Premium | <u>199,083,911</u> | <u>62,152,469</u> | <u>261,236,380</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>261,236,380</u> |
| Total | <u>\$2,387,434,211</u> | <u>\$604,402,469</u> | <u>\$2,991,836,680</u> | <u>\$979,495,761</u> | <u>\$295,976,367</u> | <u>\$1,275,472,128</u> | <u>\$4,267,308,808</u> |

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 7 - BONDS AND NOTES PAYABLE (CONTINUED)

The following is a summary of total debt service without premiums:

| | Interest Rates Ranges | Maturity Range | Annual Principal Payment Range | Principal |
|-------------------------|----------------------------------|---------------------------|---|------------------------|
| Wastewater Fund | 1.78% - 5.00% | 2026-2054 | \$3,197,900 - \$123,206,200 | \$2,188,350,300 |
| Drinking Water Fund | 3.00% - 5.00% | 2026-2049 | 7,575,000 - 33,165,000 | <u>542,250,000</u> |
| Combined Programs | 1.78% - 5.00% | 2026-2054 | 3,197,900 - 154,381,200 | 2,730,600,300 |
| Less: Current Portion | | | | <u>(133,273,700)</u> |
| Total Long-term Portion | | | | <u>\$2,597,326,600</u> |

The bond agreements allow for remedies in case there is an event of default. An event of default can be (i) default in the due and punctual payment of any principal or interest on any bond (ii) any warranty, representation or other statement contained in the bond indenture or bonds that is false or misleading and not remedied in appropriate time (iii) default in the performance or observance of any other of the covenants, agreements, or conditions on the part of the SRF Programs contained in the bond indenture or in the bonds (iv) a petition is filed against the SRF Programs or the SRF Programs file a petition under any bankruptcy, reorganization, arrangement, insolvency, readjustment of debt, dissolution or liquidation of any jurisdiction and (v) the SRF Programs are generally not paying their debts as such debts become due.

The remedies include the following (i) the bond trustee may pursue any available remedy at law or in equity or by statute to enforce the payment of the principal of and interest on the bonds (ii) the bond trustee may by action or suit in equity require the Authority to account as if it were the trustee of an express trust for the holders of the bonds and may take such action with respect to the participant loans and the SRF Programs' indentures as the bond trustee deems necessary or appropriate and in the best interest of the bondholders (iii) upon the filing of a suit or other commencement of judicial proceedings to enforce any rights of the bond trustee and of the bondholders under the bond indenture, the bond trustee will be entitled to the appointment of a receiver or receivers of the trust estate and (iv) use the assets of the series trust estate for any series of bonds solely for payment of the principal and interest due on such series of bonds.

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 8 - LONG-TERM LIABILITIES

Long-term liability activity for the years ended June 30, 2025 and 2024 was as follows:

| | Balance Beginning of Year | Increases | Decreases | Balance End of Year | Amounts Due Within One Year | Amounts Due Thereafter |
|--|--|----------------------|------------------------|--------------------------------|--|---------------------------------------|
| June 30, 2025: | | | | | | |
| Amount due to federal government Bonds/Notes payable | 79,637 | \$ 58,211 | \$ (138,566,900) | \$ 137,848 | \$ - | \$ 137,848 |
| Net premium on bonds payable | \$ 2,204,032,200 | 665,135,000 | (38,986,700) | 2,730,600,300 | 133,273,700 | 2,597,326,600 |
| | <u>225,137,367</u> | <u>74,272,589</u> | <u>(38,173,576)</u> | <u>261,236,380</u> | <u>-</u> | <u>261,236,380</u> |
| | <u>\$2,429,249,204</u> | <u>\$739,465,800</u> | <u>\$(176,740,476)</u> | <u>\$2,991,974,528</u> | <u>\$133,273,700</u> | <u>\$2,858,700,828</u> |
| June 30, 2024: | | | | | | |
| Amount due to federal government Bonds/Notes payable | 35,386 | \$ 79,637 | \$ (173,886,700) | \$ 79,637 | \$ - | \$ 79,637 |
| Net premium on bonds payable | \$ 2,117,177,900 | 260,735,000 | (38,986,700) | 2,204,032,200 | 117,476,900 | 2,086,555,300 |
| | <u>249,307,004</u> | <u>16,980,226</u> | <u>(41,149,863)</u> | <u>225,137,367</u> | <u>-</u> | <u>225,137,367</u> |
| | <u>\$2,366,520,290</u> | <u>\$277,794,863</u> | <u>\$(215,065,949)</u> | <u>\$2,429,249,204</u> | <u>\$117,476,900</u> | <u>\$2,311,772,304</u> |

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
NOTES TO COMBINED FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

NOTE 9 - FUND TRANSFERS

Consistent with its Intended Use Plans and EPA's related Policy Statement, the Authority is required to report on transfers between the DWSRF and the WSRF in its combined financial statements. In its Intended Use Plans, the SRF Programs retained the flexibility to make transfers of grants (and other funds) held in or allocable to such funds to the extent permitted by the Clean Water Act and the Safe Drinking Water Act. As of June 30, 2025, an amount up to 33% of the Safe Drinking Water Act grants for Federal Fiscal Years (FFY) 1997 through 2025 could be so transferred on a net cumulative basis between the two SRF Programs funds.

Based on the State's award of Safe Drinking Water Act related funds for FFY 1997 through 2025, to date, the following transfers were made:

| | |
|------|---------------|
| 2001 | \$ 20,464,898 |
| 2002 | 3,120,183 |

NOTE 10 - PROGRAM REVENUES

For the years ended June 30, 2025 and 2024, program revenues consisted of the following:

| | 2025 | 2024 |
|------------------------------------|----------------------|----------------------|
| Interest and other income | \$138,135,478 | \$123,237,820 |
| Capital contributions (EPA Grants) | <u>154,569,199</u> | <u>120,561,557</u> |
| | <u>\$292,704,677</u> | <u>\$243,799,377</u> |

OTHER SUPPLEMENTARY INFORMATION

STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
COMBINING SCHEDULES - STATEMENTS OF NET POSITION INFORMATION
June 30, 2025 and 2024

| | Wastewater Program | | Drinking Water Program | | Combined | |
|---|-------------------------|-------------------------|------------------------|-----------------------|-------------------------|-------------------------|
| | 2025 | 2024 | 2025 | 2024 | 2025 | 2024 |
| ASSETS | | | | | | |
| Current Assets: | | | | | | |
| Cash and equivalents | \$ 213,478,455 | \$ 145,881,181 | \$ 310,063,788 | \$ 100,639,075 | \$ 523,542,243 | \$ 246,520,256 |
| Interest receivable-investments | 1,259,879 | 1,109,207 | 711,610 | 523,387 | 1,971,489 | 1,632,594 |
| Interest receivable-loans | 37,270,407 | 34,058,323 | 9,343,182 | 6,395,915 | 46,613,589 | 40,454,238 |
| Due from EPA | - | 15,542 | 315,852 | 374,984 | 315,852 | 390,526 |
| Accounts receivable | 6,000 | 4,000 | 6,000 | 3,500 | 12,000 | 7,500 |
| Loans receivable-current, net | 148,921,819 | 139,625,116 | 39,971,316 | 34,722,301 | 188,893,135 | 174,347,417 |
| Total Current Assets | <u>400,936,560</u> | <u>320,693,369</u> | <u>360,411,748</u> | <u>142,659,162</u> | <u>761,348,308</u> | <u>463,352,531</u> |
| Noncurrent Assets: | | | | | | |
| Investments | 8,657,069 | 10,654,833 | 1,300,978 | 2,124,514 | 9,958,047 | 12,779,347 |
| Loans receivable, net | 3,426,432,857 | 3,096,297,636 | 703,330,345 | 660,788,685 | 4,129,763,202 | 3,757,086,321 |
| Capital assets, net | 908,047 | 1,091,715 | - | - | 908,047 | 1,091,715 |
| Total Noncurrent Assets | <u>3,435,997,973</u> | <u>3,108,044,184</u> | <u>704,631,323</u> | <u>662,913,199</u> | <u>4,140,629,296</u> | <u>3,770,957,383</u> |
| Total Assets | <u>3,836,934,533</u> | <u>3,428,737,553</u> | <u>1,065,043,071</u> | <u>805,572,361</u> | <u>4,901,977,604</u> | <u>4,234,309,914</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | | | | | |
| Loss on debt refunding | 619,009 | 1,001,260 | 314,751 | 453,283 | 933,760 | 1,454,543 |
| Total Deferred Outflows of Resources | <u>619,009</u> | <u>1,001,260</u> | <u>314,751</u> | <u>453,283</u> | <u>933,760</u> | <u>1,454,543</u> |
| LIABILITIES | | | | | | |
| Current Liabilities: | | | | | | |
| Interest payable | 38,070,789 | 33,582,082 | 10,346,350 | 6,941,258 | 48,417,139 | 40,523,340 |
| Accounts payable | 797,887 | 540,946 | 418,922 | 447,319 | 1,216,809 | 988,265 |
| Bonds/Loans payable-current, net | 112,108,700 | 96,965,347 | 21,165,000 | 20,511,553 | 133,273,700 | 117,476,900 |
| Total Current Liabilities | <u>150,977,376</u> | <u>131,088,375</u> | <u>31,930,272</u> | <u>27,900,130</u> | <u>182,907,648</u> | <u>158,988,505</u> |
| Long-term Liabilities: | | | | | | |
| Amount due to federal government | 112,215 | 57,728 | 25,633 | 21,909 | 137,848 | 79,637 |
| Bonds/Loans payable, net | 2,275,325,511 | 1,953,792,497 | 583,237,469 | 357,900,170 | 2,858,562,980 | 2,311,692,667 |
| Total Long-term Liabilities | <u>2,275,437,726</u> | <u>1,953,850,225</u> | <u>583,263,102</u> | <u>357,922,079</u> | <u>2,858,700,828</u> | <u>2,311,772,304</u> |
| Total Liabilities | <u>2,426,415,102</u> | <u>2,084,938,600</u> | <u>615,193,374</u> | <u>385,822,209</u> | <u>3,041,608,476</u> | <u>2,470,760,809</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | | |
| Gain on debt refunding | 5,862,859 | 4,072,932 | 444,937 | 242,172 | 6,307,796 | 4,315,104 |
| Total Deferred Inflows of Resources | <u>5,862,859</u> | <u>4,072,932</u> | <u>444,937</u> | <u>242,172</u> | <u>6,307,796</u> | <u>4,315,104</u> |
| NET POSITION | | | | | | |
| Restricted for water pollution and drinking water projects and other related program purposes | <u>\$ 1,405,275,581</u> | <u>\$ 1,340,727,281</u> | <u>\$ 449,719,511</u> | <u>\$ 419,961,263</u> | <u>\$ 1,854,995,092</u> | <u>\$ 1,760,688,544</u> |

STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
COMBINING SCHEDULES - STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION INFORMATION
Years Ended June 30, 2025 and 2024

| | Waste water Program | | Drinking Water Program | | Combined | |
|---|-------------------------|-------------------------|------------------------|-----------------------|-------------------------|-------------------------|
| | 2025 | 2024 | 2025 | 2024 | 2025 | 2024 |
| OPERATING REVENUE | | | | | | |
| Interest income-investments | \$ 14,981,507 | \$ 19,491,958 | \$ 10,097,776 | \$ 6,578,023 | \$ 25,079,283 | \$ 26,069,981 |
| Interest income-loan participants | 81,588,102 | 74,458,989 | 18,900,489 | 15,433,530 | 100,488,591 | 89,892,519 |
| Administration and premium fees | 339,003 | 82,399 | 62,001 | 55,723 | 401,004 | 138,122 |
| Other | - | 521,971 | 12,166,600 | 6,615,227 | 12,166,600 | 7,137,198 |
| Total Operating Revenue | <u>96,908,612</u> | <u>94,555,317</u> | <u>41,226,866</u> | <u>28,682,503</u> | <u>138,135,478</u> | <u>123,237,820</u> |
| OPERATING EXPENSES | | | | | | |
| Interest | 61,611,068 | 54,784,265 | 15,818,966 | 10,530,621 | 77,430,034 | 65,314,886 |
| Bond issuance costs | 2,543,309 | 828,294 | 1,262,901 | 378,092 | 3,806,210 | 1,206,386 |
| Trustee fees | 84,320 | 104,340 | - | - | 84,320 | 104,340 |
| Other program and administrative | 11,042,831 | 4,639,651 | 13,959,865 | 9,041,202 | 25,002,696 | 13,680,853 |
| Total Operating Expenses | <u>75,281,528</u> | <u>60,356,550</u> | <u>31,041,732</u> | <u>19,949,915</u> | <u>106,323,260</u> | <u>80,306,465</u> |
| OPERATING INCOME | 21,627,084 | 34,198,767 | 10,185,134 | 8,732,588 | 31,812,218 | 42,931,355 |
| NONOPERATING REVENUES AND (EXPENSES) | | | | | | |
| Capital contributions (EPA Grants) | 80,853,026 | 68,842,260 | 73,716,173 | 51,719,297 | 154,569,199 | 120,561,557 |
| Loan forgiveness | (37,931,810) | (50,505,741) | (54,143,059) | (26,630,967) | (92,074,869) | (77,136,708) |
| Total Nonoperating Revenues and (Expenses) | <u>42,921,216</u> | <u>18,336,519</u> | <u>19,573,114</u> | <u>25,088,330</u> | <u>62,494,330</u> | <u>43,424,849</u> |
| INCREASE IN NET POSITION | 64,548,300 | 52,535,286 | 29,758,248 | 33,820,918 | 94,306,548 | 86,356,204 |
| NET POSITION | | | | | | |
| Beginning of Year | <u>1,340,727,281</u> | <u>1,288,191,995</u> | <u>419,961,263</u> | <u>386,140,345</u> | <u>1,760,688,544</u> | <u>1,674,332,340</u> |
| End of Year | <u>\$ 1,405,275,581</u> | <u>\$ 1,340,727,281</u> | <u>\$ 449,719,511</u> | <u>\$ 419,961,263</u> | <u>\$ 1,854,995,092</u> | <u>\$ 1,760,688,544</u> |

**STATE REVOLVING FUND LOAN PROGRAMS
(ENTERPRISE FUND OF THE INDIANA FINANCE AUTHORITY)
COMBINING SCHEDULES - STATEMENTS OF CASH FLOWS INFORMATION
Years Ended June 30, 2025 and 2024**

| | Wastewater Program | | Drinking Water Program | | Combined | |
|---|------------------------|-----------------------|------------------------|-----------------------|------------------------|-----------------------|
| | 2025 | 2024 | 2025 | 2024 | 2025 | 2024 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | | | | |
| Cash payments for salaries, administrative and other expenses | \$ (10,650,500) | \$ (3,610,974) | \$ (1,820,438) | \$ (2,455,574) | \$ (12,470,938) | \$ (6,066,548) |
| Administration fee | 339,003 | 82,399 | 62,001 | 55,723 | 401,004 | 138,122 |
| Net Cash Used by Operating Activities | <u>(10,311,497)</u> | <u>(3,528,575)</u> | <u>(1,758,437)</u> | <u>(2,399,851)</u> | <u>(12,069,934)</u> | <u>(5,928,426)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | | |
| Maturities of loans to participants | 141,290,970 | 129,241,814 | 34,818,250 | 32,941,479 | 176,109,220 | 162,183,293 |
| Issuance of loans to participants | (480,722,894) | (312,713,981) | (82,608,925) | (81,107,121) | (563,331,819) | (393,821,102) |
| Change in investments | 1,997,764 | 1,931,791 | 823,536 | 2,268,976 | 2,821,300 | 4,200,767 |
| Interest received on loans and investments | 93,206,853 | 93,176,709 | 25,862,775 | 21,334,555 | 119,069,628 | 114,511,264 |
| Change in capital assets | 16,445 | (1,009,450) | - | - | 16,445 | (1,009,450) |
| Net Cash Used by Investing Activities | <u>(244,210,862)</u> | <u>(89,373,117)</u> | <u>(21,104,364)</u> | <u>(24,562,111)</u> | <u>(265,315,226)</u> | <u>(113,935,228)</u> |
| CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES | | | | | | |
| Proceeds from debt issuance | 483,240,204 | 220,770,522 | 256,167,385 | 56,944,704 | 739,407,589 | 277,715,226 |
| Principal payments to reduce indebtedness | (118,320,393) | (154,646,095) | (22,690,647) | (25,303,730) | (141,011,040) | (179,949,825) |
| Payment of debt issuance costs | (2,543,309) | (828,294) | (1,262,901) | (378,092) | (3,806,210) | (1,206,386) |
| Interest paid on debt | (83,193,627) | (78,508,973) | (19,558,569) | (16,015,226) | (102,752,196) | (94,524,199) |
| Net Cash Provided by Non-Capital Financing Activities | <u>279,182,875</u> | <u>(13,212,840)</u> | <u>212,655,268</u> | <u>15,247,656</u> | <u>491,838,143</u> | <u>2,034,816</u> |
| CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES | | | | | | |
| Capital contributions (EPA Grants) | 80,868,568 | 68,826,718 | 73,775,305 | 51,762,270 | 154,643,873 | 120,588,988 |
| Issuance of forgivable loans to participants | (37,931,810) | (50,505,741) | (54,143,059) | (26,630,967) | (92,074,869) | (77,136,708) |
| Net Cash Provided by Capital Financing Activities | <u>42,936,758</u> | <u>18,320,977</u> | <u>19,632,246</u> | <u>25,131,303</u> | <u>62,569,004</u> | <u>43,452,280</u> |
| NET INCREASE (DECREASE) IN CASH AND EQUIVALENTS | 67,597,274 | (87,793,555) | 209,424,713 | 13,416,997 | 277,021,987 | (74,376,558) |
| CASH AND EQUIVALENTS | | | | | | |
| Beginning of Year | <u>145,881,181</u> | <u>233,674,736</u> | <u>100,639,075</u> | <u>87,222,078</u> | <u>246,520,256</u> | <u>320,896,814</u> |
| End of Year | <u>\$ 213,478,455</u> | <u>\$ 145,881,181</u> | <u>\$ 310,063,788</u> | <u>\$ 100,639,075</u> | <u>\$ 523,542,243</u> | <u>\$ 246,520,256</u> |
| RECONCILIATION OF OPERATING INCOME TO NET CASH USED BY OPERATING ACTIVITIES | | | | | | |
| Operating income | \$ 21,627,084 | \$ 34,198,767 | \$ 10,185,134 | \$ 8,732,588 | \$ 31,812,218 | \$ 42,931,355 |
| Adjustments to reconcile operating income to net cash used by operating activities: | | | | | | |
| Depreciation | 167,223 | 22,876 | | | 167,223 | 22,876 |
| Interest income | (96,569,609) | (93,950,947) | (28,998,265) | (22,011,553) | (125,567,874) | (115,962,500) |
| Interest expense | 61,611,068 | 54,784,265 | 15,818,966 | 10,530,621 | 77,430,034 | 65,314,886 |
| Bond issuance costs | 2,543,309 | 828,294 | 1,262,901 | 378,092 | 3,806,210 | 1,206,386 |
| Changes in assets and liabilities: | | | | | | |
| Accounts receivable | (2,000) | 301,051 | (2,500) | (3,500) | (4,500) | 297,551 |
| Accounts payable | 256,941 | 251,095 | (28,397) | (34,326) | 228,544 | 216,769 |
| Amount due to federal government | 54,487 | 36,024 | 3,724 | 8,227 | 58,211 | 44,251 |
| Net Cash Used by Operating Activities | <u>\$ (10,311,497)</u> | <u>\$ (3,528,575)</u> | <u>\$ (1,758,437)</u> | <u>\$ (2,399,851)</u> | <u>\$ (12,069,934)</u> | <u>\$ (5,928,426)</u> |

OTHER REPORT

*Independent Auditor's Report on Internal Control Over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial
Statements Performed in Accordance with Government Auditing Standards*

Members of the Indiana Finance Authority
State Revolving Fund Loan Programs

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the combined financial statements of State Revolving Fund Loan Programs (SRF Programs), an enterprise fund of the Indiana Finance Authority, which comprise the combined statement of net position as of June 30, 2025, and the related combined statements of revenues, expenses and changes in net position and cash flows for the year then ended, and the related notes to the combined financial statements, which collectively comprise SRF Programs' basic combined financial statements, and have issued our report thereon dated September 17, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the combined financial statements, we considered the SRF Programs' internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the combined financial statements, but not for the purpose of expressing an opinion on the effectiveness of the SRF Programs' internal control. Accordingly, we do not express an opinion on the effectiveness of the SRF Programs' internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's combined financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

40.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the SRF Programs' combined financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the combined financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Katz, Sapper & Miller, LLP

Indianapolis, Indiana
September 17, 2025

INDIANA FINANCE AUTHORITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND
INDEPENDENT AUDITOR'S REPORT

June 30, 2025



INDIANA FINANCE AUTHORITY

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*Independent Auditor's Report on Compliance for Each Major Federal Program
and on Internal Control Over Compliance Required by the Uniform Guidance*

Members of the Indiana Finance Authority

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Indiana Finance Authority's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Indiana Finance Authority's major federal programs for the year ended June 30, 2025. Indiana Finance Authority's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Indiana Finance Authority complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Indiana Finance Authority and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Indiana Finance Authority's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and the provisions of contracts or grant agreements applicable to Indiana Finance Authority's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Indiana Finance Authority's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Indiana Finance Authority's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Indiana Finance Authority's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Indiana Finance Authority's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Indiana Finance Authority's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Indiana Finance Authority, a component unit of the State of Indiana, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Indiana Finance Authority's basic financial statements. We issued our report thereon dated October 30, 2025, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Katz, Sapper & Miller, LLP

Indianapolis, Indiana
March 18, 2026

INDIANA FINANCE AUTHORITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2025

| | Federal Assistance Listing Number | Pass-through Entity Identifying/ Grant Number | Program or Award Amount | Federal Expenditures | Amount Provided to Subrecipients |
|---|-----------------------------------|--|-------------------------|-----------------------|----------------------------------|
| U.S DEPARTMENT OF TREASURY | | | | | |
| Passed through Indiana State Budget Agency: COVID-19 - Coronavirus State and Local Fiscal Recovery Funds | | | | | |
| | 21.027 | Memorandum of Understanding dated 10/29/21, 3/11/22, 12/7/22, and 12/19/24 | \$ 160,000,000 | \$ 31,837,545 | \$ 31,837,545 |
| U.S. ENVIRONMENTAL PROTECTION AGENCY: | | | | | |
| Clean Water State Revolving Fund | 66.458 | 4C00E03240-0 CA | 42,893,000 | 210,948 | 210,948 |
| | 66.458 | CS18000123-0 CA | 18,078,000 | 170,350 | 170,350 |
| | 66.458 | 4C02E03240-0 CA | 54,807,000 | 54,807,000 | 54,807,000 |
| | 66.458 | CS18000124-0 CA | 19,674,000 | 19,674,000 | 19,674,000 |
| | 66.458 | 4C01E03240-0 CA | 50,234,000 | 891,705 | 891,705 |
| | | | | <u>75,754,003</u> | <u>75,754,003</u> |
| Drinking Water State Revolving Fund | 66.468 | FS98548622-0 DE | 214,220 | 21,049 | |
| | 66.468 | FS98548622-0 DF | 1,071,100 | 9,106 | |
| | 66.468 | FS98548622-0 DG | 1,606,650 | 128,918 | |
| | 66.468 | FS98548623-0 DE | 169,460 | 6,363 | |
| | 66.468 | FS98548623-0 DF | 847,300 | 662,459 | |
| | 66.468 | FS98548623-0 DG | 847,300 | 432,728 | |
| | 66.468 | FS98548624-0 DA | 7,562,180 | 7,562,180 | 7,562,180 |
| | 66.468 | FS98548624-0 DD | 319,880 | 319,880 | |
| | 66.468 | 4D00E03186-0 DE | 550,040 | 258,576 | |
| | 66.468 | 4D00E03186-0 DG | 2,750,200 | 463,109 | |
| | 66.468 | 4D01E03186-0 DD | 1,445,120 | 885,501 | |
| | 66.468 | 4D01E03186-0 DF | 722,560 | 342,893 | |
| | 66.468 | 4D01E03186-0 DG | 3,612,800 | 2,531,218 | |
| | 66.468 | 4D02E03186-0 DA | 31,867,540 | 31,867,540 | 31,867,540 |
| | 66.468 | 4D02E03186-0 DD | 1,577,560 | 6,250 | |
| | 66.468 | 4D02E03186-0 DF | 2,050,000 | 91,877 | |
| | 66.468 | 4D02E03186-0 DG | 3,943,900 | 342,193 | |
| | 66.468 | 4E00E03329-0 DA | 13,139,080 | 6,453,374 | 6,453,374 |
| | 66.468 | 4E00E03329-0 DD | 461,920 | 105,765 | |
| | 66.468 | 4E01E03329-0 DA | 17,708,640 | 281,160 | 281,160 |
| | 66.468 | 4L00E03316-0 DA | 32,933,840 | 10,149,540 | 10,149,540 |
| | 66.468 | 4L00E03316-0 DD | 1,733,360 | 218,764 | |
| | 66.468 | 4L00E03316-0 DF | 4,333,400 | 2,718,577 | |
| | 66.468 | 4L00E03316-0 DG | 4,333,400 | 2,881,043 | |
| | 66.468 | 4L01E3316-0 DA | 62,554,560 | 15,317,354 | 14,569,302 |
| | 66.468 | 4L02E03316-0 DA | 66,373,280 | 1,434,207 | 1,434,207 |
| | 66.468 | 4L02E03316-0 DG | 500,000 | 10,000 | |
| | | | | <u>85,501,624</u> | <u>72,317,303</u> |
| State and Tribal Response Program Grants | 66.817 | RP00E14617-0 | 795,925 | 197,273 | 48,151 |
| | 66.817 | RP00E14618-0 | 760,000 | 365,075 | 1,988 |
| | 66.817 | 4W00E03306-3 | 2,800,500 | 1,292,455 | 1,231,877 |
| | | | | <u>1,854,803</u> | <u>1,282,016</u> |
| Brownfields Multipurpose, Assessment, Revolving Loan Fund, and Cleanup Cooperative Agreements | 66.818 | BF00E48101-H | 6,984,204 | 21,000 | |
| | 66.818 | 4B00E03203-0 | 2,000,000 | 783,409 | 783,409 |
| | 66.818 | 4B00E03232-2 | 7,900,000 | 628,786 | 617,191 |
| | | | | <u>1,433,195</u> | <u>1,400,600</u> |
| MPG Multipurpose Grants to States and Tribes | 66.204 | AA00E02780-1 | 119,840 | 15,299 | 15,299 |
| Reducing Lead in Drinking Water (SDWA 1459B) | 66.443 | L900E02971-1 | 543,928 | 4,218 | |
| Voluntary School and Child Care Lead Testing and Reduction Grant Program | 66.444 | M102E02762-1 | 1,225,000 | 376,930 | |
| Sewer Overflow and Stormwater Reuse Municipal Grant Program | 66.447 | SO00E03234-0 | 2,062,000 | 2,062,000 | 2,062,000 |
| | 66.447 | SO01E03234-0 | 2,806,000 | 2,806,000 | 2,806,000 |
| | 66.447 | SO02E03234-0 | 1,234,000 | 231,024 | 231,024 |
| | | | | <u>5,099,024</u> | <u>5,099,024</u> |
| Water Infrastructure Finance and Innovation (WIFIA) | 66.958 | WIFIA-2019-N17114IN | 436,000,000 | 403,132,200 | 403,132,200 |
| | | | | <u>\$ 605,008,841</u> | <u>\$ 590,837,990</u> |

See accompanying notes to schedule of expenditures of federal awards.

INDIANA FINANCE AUTHORITY

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS Year Ended June 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Indiana Finance Authority (IFA). The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administration Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in the Schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, or when not applicable the specific federal award agreement, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Expenditures to Subrecipients: The amounts of expenditures to subrecipients represents the actual expenditures incurred by subrecipients and reimbursable by IFA in 2025.

NOTE 2 - INDIRECT COST RATE

IFA has elected not to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE 3 - LOAN PROGRAM

The accompanying schedule of expenditures of federal awards includes one federal loan disbursed under the Water Infrastructure Finance and Innovation Act (WIFIA). The WIFIA loan agreement provides for continuing compliance requirements through debt maturity or repayment, and therefore, IFA reports the prior year loan balances, plus any additional draws, on the schedule of expenditures of federal awards.

WIFIA funds were used to finance two projects: the DigIndy Tunnel System (DigIndy) project and the Integrated Overflow Control Plan (IOCP) project being completed by CWA Authority, Inc. and Evansville Water and Sewer Utility, respectively. The DigIndy project was substantially completed in June 2019, and the IOCP project was substantially completed at June 30, 2023. The WIFIA loan balance outstanding was \$394,895,300 as of June 30, 2025.

INDIANA FINANCE AUTHORITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2025

Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____ yes _____ no
- Significant deficiency(ies) identified? _____ yes _____ none reported

Noncompliance material to financial statements noted? _____ yes _____ no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____ yes _____ no
- Significant deficiency(ies) identified? _____ yes _____ none reported

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a)? _____ yes _____ no

Identification of major programs:

| Assistance Listing Number | Agency | Title |
|--------------------------------------|---|--|
| 66.458 | U.S. Environmental Protection Agency | Clean Water State Revolving Fund |
| 66.468 | U.S. Environmental Protection Agency | Drinking Water State Revolving Fund |
| 66.958 | U.S. Environmental Protection Agency | Sewer Overflow and Stormwater Reuse Municipal Grant Program |

INDIANA FINANCE AUTHORITY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
Year Ended June 30, 2025

Summary of Auditor's Results (Continued)

Dollar threshold used to distinguish between
type A and type B programs:

\$3,000,000

Auditee qualified as low-risk auditee?

 ✓ yes no

Financial Statement Findings

None

Federal Award Findings and Questioned Costs

None



Drinking Water Projects Closed State Fiscal Year 2025

● **Drinking Water
2025 Projects**
\$ 437 Million
31 Loans

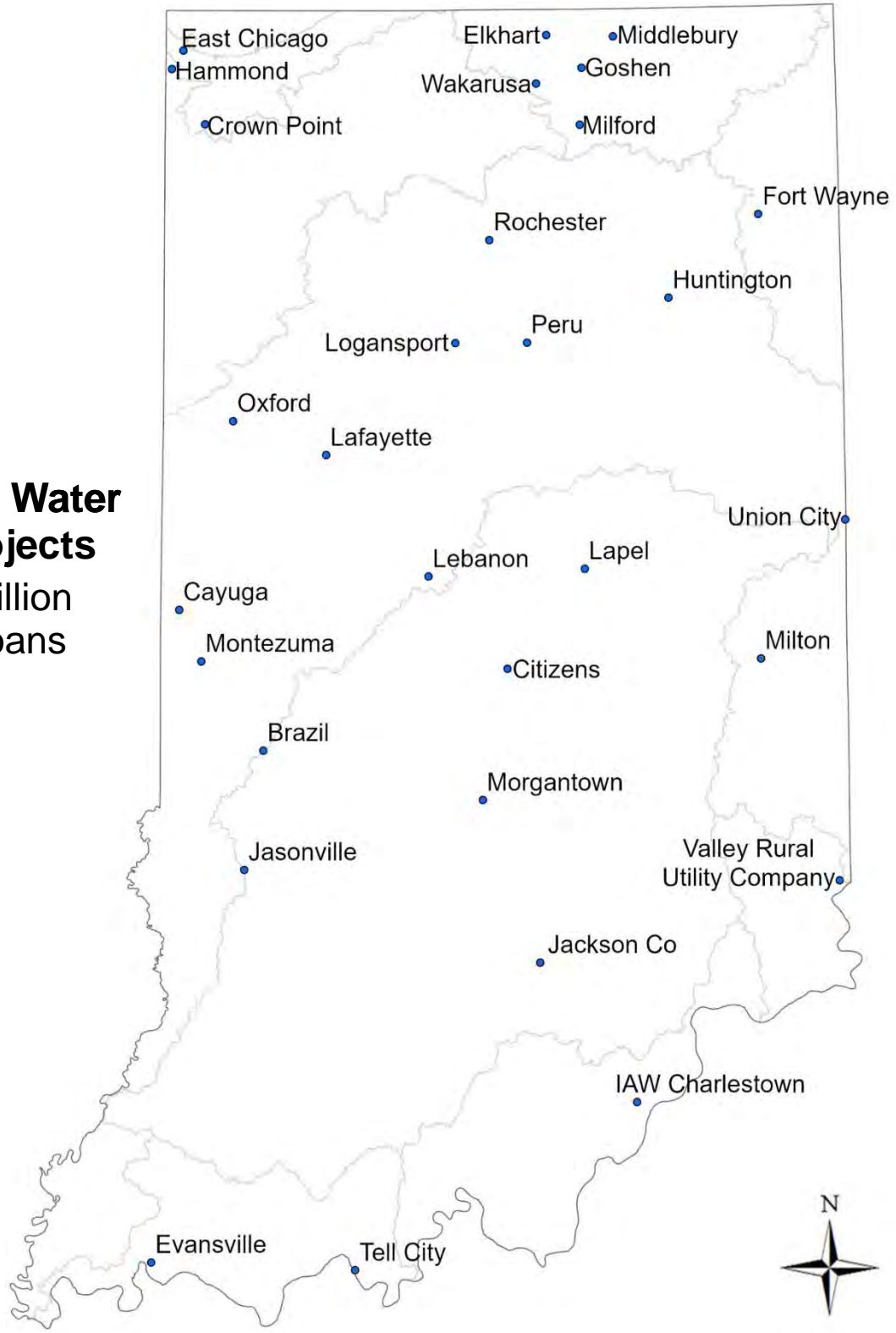


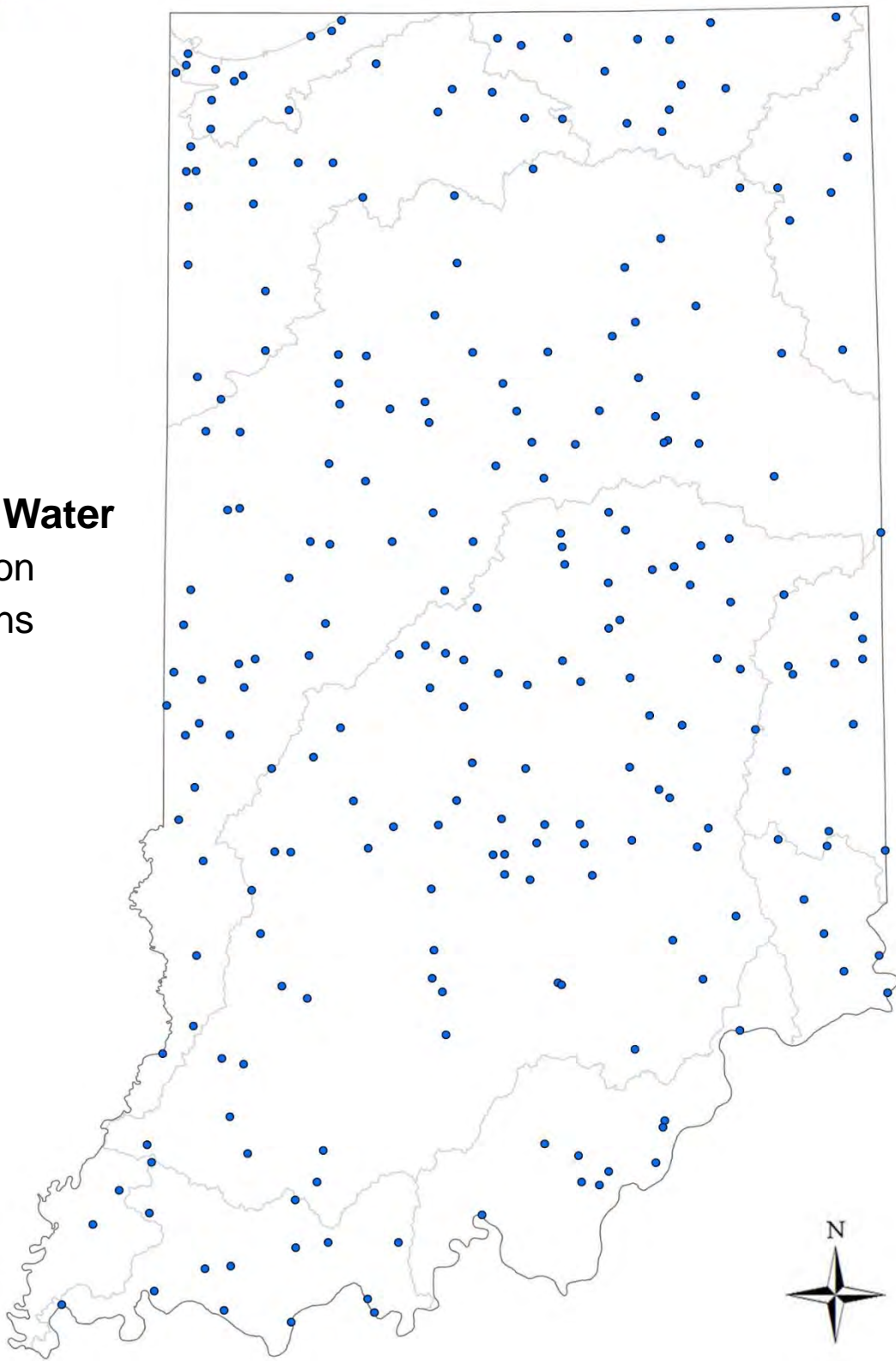


Exhibit P

**Indiana Finance Authority
State Revolving Fund Loan Programs**

All Drinking Water Projects Closed Since 1999

● **Drinking Water**
\$1.90 Billion
401 Loans



Indiana DWSRF Loan Program
Exhibit Q - Summary of Set-Aside Funds in SFY 2025

| Capitalization Grant Year | Set-Aside | Award Amount | Balance on 6/30/2024 | ASAP Activity Date | Activity Amount | Description | Balance on 7/1/2025 |
|---------------------------|---------------------------|-----------------|---------------------------------|--------------------|---------------------------------|---|---------------------|
| 2022 Base | Administrative | \$ 428,440.00 | \$ - | | \$ - | \$ - | \$ - |
| | Technical Assistance | \$ 214,220.00 | \$ 25,423.65 | 9/23/2024 | \$ 4,375.00 | Outreach - Small, Disadvantaged Communities | \$ 21,048.65 |
| | | | | 3/13/2025 | \$ 21,048.65 | Outreach - Small, Disadvantaged Communities | \$ - |
| | State Program Management | \$ 1,071,100.00 | \$ 9,106.06 | 12/16/2024 | \$ 7,500.00 | LSLI Funding Assistance Program | \$ 1,606.06 |
| | | | | 3/11/2024 | \$ 1,606.06 | LSLI Funding Assistance Program | \$ - |
| | Local Assistance | \$ 1,606,650.00 | \$ 128,917.67 | 7/29/2024 | \$ 5,000.00 | LSLI Funding Assistance Program | \$ 123,917.67 |
| | | | | 8/26/2024 | \$ 7,500.00 | LSLI Funding Assistance Program | \$ 116,417.67 |
| | | | | 9/6/2024 | \$ 240.02 | LSLI Funding Assistance Program | \$ 116,177.65 |
| | | | | 9/23/2024 | \$ 7,500.00 | LSLI Funding Assistance Program | \$ 108,677.65 |
| | | | | 11/6/2024 | \$ 5,000.00 | LSLI Funding Assistance Program | \$ 103,677.65 |
| | | | | 12/16/2024 | \$ 40,865.00 | LSLI Funding Assistance Program | \$ 62,812.65 |
| | | | | 1/28/2025 | \$ 35,000.00 | LSLI Funding Assistance Program | \$ 27,812.65 |
| | 3/11/2025 | \$ 27,812.65 | LSLI Funding Assistance Program | \$ - | | | |
| | 2022 General Supplemental | Administrative | \$ 1,100,080.00 | \$ - | | | |
| Technical Assistance | | \$ 550,040.00 | \$ 275,306.13 | 9/23/2024 | \$ 58,567.88 | Outreach - Small, Disadvantaged Communities | \$ 216,738.25 |
| | | | | 11/13/2024 | \$ 5,996.00 | Outreach - Small, Disadvantaged Communities | \$ 210,742.25 |
| | | | | 12/17/2024 | \$ 30,389.35 | Outreach - Small, Disadvantaged Communities | \$ 180,352.90 |
| | | | | 1/28/2024 | \$ 47,098.72 | Outreach - Small, Disadvantaged Communities | \$ 133,254.18 |
| | | | | 3/13/2025 | \$ 52,658.95 | Outreach - Small, Disadvantaged Communities | \$ 80,595.23 |
| | | | | 3/31/2025 | \$ 58,233.50 | Outreach - Small, Disadvantaged Communities | \$ 22,361.73 |
| | | | | 5/6/2025 | \$ 22,361.73 | Outreach - Small, Disadvantaged Communities | \$ - |
| Local Assistance | | \$ 2,750,200.00 | \$ 463,109.25 | 7/29/2024 | \$ 22,500.00 | LSLI Funding Assistance Program | \$ 440,609.25 |
| | | | | 9/6/2024 | \$ 27,382.73 | LSLI Funding Assistance Program | \$ 413,226.52 |
| | | | | 9/23/2024 | \$ 7,500.00 | Southeast Central Water Study | \$ 405,726.52 |
| | | | | 11/6/2024 | \$ 29,949.00 | LSLI Funding Assistance Program | \$ 375,777.52 |
| | | | | 12/16/2024 | \$ 122,712.30 | Southeast Central Water Study | \$ 253,065.22 |
| | | | | 1/28/2025 | \$ 95,000.00 | LSLI Funding Assistance Program | \$ 158,065.22 |
| | 3/11/2025 | | | \$ 158,065.22 | LSLI Funding Assistance Program | \$ - | |
| 2022 LSL Removal | Administrative | \$ 1,733,360.00 | \$ 1,615,667.84 | 9/6/2024 | \$ 19,983.60 | LSLR & LSLI Program Administration | \$ 1,595,684.24 |

| Capitalization Grant Year | Set-Aside | Award Amount | Balance on 6/30/2024 | ASAP Activity Date | Activity Amount | Description | Balance on 7/1/2025 |
|----------------------------|--------------------------|-----------------|----------------------|--------------------|-----------------|------------------------------------|------------------------|
| | | | | 9/30/2024 | \$ 57,514.56 | LSLR & LSLI Program Administration | \$ 1,538,169.68 |
| | | | | 12/30/2024 | \$ 43,188.25 | LSLR & LSLI Program Administration | \$ 1,494,981.43 |
| | | | | 1/28/2024 | \$ 12,230.24 | LSLR & LSLI Program Administration | \$ 1,482,751.19 |
| | | | | 3/31/2025 | \$ 38,482.31 | LSLR & LSLI Program Administration | \$ 1,444,268.88 |
| | | | | 5/6/2025 | \$ 16,917.63 | LSLR & LSLI Program Administration | \$ 1,427,351.25 |
| | | | | 6/25/2025 | \$ 50,431.49 | LSLR & LSLI Program Administration | \$ 1,376,919.76 |
| | State Program Management | \$ 4,333,400.00 | \$ 3,236,022.03 | 7/29/2024 | \$ 60,772.50 | LSLI Funding Assistance Program | \$ 3,175,249.53 |
| | | | | 8/26/2024 | \$ 38,600.00 | LSLI Funding Assistance Program | \$ 3,136,649.53 |
| | | | | 9/6/2024 | \$ 135,864.71 | LSLI Funding Assistance Program | \$ 3,000,784.82 |
| | | | | 9/23/2024 | \$ 473,981.30 | LSLI Funding Assistance Program | \$ 2,526,803.52 |
| | | | | 11/6/2024 | \$ 129,515.00 | LSLI Funding Assistance Program | \$ 2,397,288.52 |
| | | | | 11/13/2024 | \$ 495,892.80 | LSLI Funding Assistance Program | \$ 1,901,395.72 |
| | | | | 12/16/2024 | \$ 138,977.36 | LSLI Funding Assistance Program | \$ 1,762,418.36 |
| | | | | 12/17/2024 | \$ 352,228.59 | LSLI Funding Assistance Program | \$ 1,410,189.77 |
| | | | | 1/28/2025 | \$ 439,946.81 | LSLI Funding Assistance Program | \$ 970,242.96 |
| | | | | 2/10/2025 | \$ 114,861.63 | LSLI Funding Assistance Program | \$ 855,381.33 |
| | | | | 3/11/2025 | \$ 15,112.69 | LSLI Funding Assistance Program | \$ 840,268.64 |
| | | | | 3/13/2025 | \$ 80,745.86 | LSLI Funding Assistance Program | \$ 759,522.78 |
| | | | | 5/13/2025 | \$ 149,353.20 | LSLI Funding Assistance Program | \$ 610,169.58 |
| | | | | 6/25/2025 | \$ 92,724.65 | LSLI Funding Assistance Program | \$ 517,444.93 |
| | Local Assistance | \$ 4,333,400.00 | \$ 3,594,567.77 | 7/29/2024 | \$ 55,283.50 | LSLI Funding Assistance Program | \$ 3,539,284.27 |
| | | | | 8/26/2024 | \$ 607,500.00 | LSLI Funding Assistance Program | \$ 2,931,784.27 |
| | | | | 9/6/2024 | \$ 799,468.44 | LSLI Funding Assistance Program | \$ 2,132,315.83 |
| | | | | 9/23/2024 | \$ 31,904.34 | LSLI Funding Assistance Program | \$ 2,100,411.49 |
| | | | | 11/6/2024 | \$ 89,500.00 | LSLI Funding Assistance Program | \$ 2,010,911.49 |
| | | | | 12/16/2024 | \$ 209,570.16 | LSLI Funding Assistance Program | \$ 1,801,341.33 |
| | | | | 1/28/2025 | \$ 116,777.90 | LSLI Funding Assistance Program | \$ 1,684,563.43 |
| | | | | 2/10/2025 | \$ 661,308.55 | LSLI Funding Assistance Program | \$ 1,023,254.88 |
| | | | | 5/13/2025 | \$ 309,730.20 | LSLI Funding Assistance Program | \$ 713,524.68 |
| 2022 Emerging Contaminants | Administrative | \$ 461,920.00 | \$ 449,487.51 | 9/30/2024 | \$ 24,956.40 | EC Program Administration | \$ 424,531.11 |
| | | | | 12/30/2024 | \$ 18,837.76 | EC Program Administration | \$ 405,693.35 |
| | | | | 1/28/2025 | \$ 5,023.64 | EC Program Administration | \$ 400,669.71 |
| | | | | 3/31/2025 | \$ 17,314.55 | EC Program Administration | \$ 383,355.16 |
| | | | | 5/6/2025 | \$ 8,538.47 | EC Program Administration | \$ 374,816.69 |

| Capitalization Grant Year | Set-Aside | Award Amount | Balance on 6/30/2024 | ASAP Activity Date | Activity Amount | Description | Balance on 7/1/2025 |
|---------------------------|--------------------------|-----------------|----------------------|--------------------|-----------------|---|---------------------|
| | | | | 6/25/2025 | \$ 31,094.41 | EC Program Administration | \$ 343,722.28 |
| | Local Assistance | \$ 200,000.00 | \$ 200,000.00 | | \$ - | | \$ 200,000.00 |
| 2023 Base | Administrative | \$ 338,920.00 | \$ - | | | Administrative | \$ - |
| | Technical Assistance | \$ 169,460.00 | \$ 37,642.25 | 9/23/2024 | \$ 31,279.30 | Outreach - Small, Disadvantaged Communities | \$ 6,362.95 |
| | | | | 1/28/2025 | \$ 586.60 | Outreach - Small, Disadvantaged Communities | \$ 5,776.35 |
| | | | | 3/13/2025 | \$ 5,776.35 | Outreach - Small, Disadvantaged Communities | \$ - |
| | State Program Management | \$ 847,300.00 | \$ 790,307.63 | 8/26/2024 | \$ 17,271.94 | LSLI Funding Assistance Program | \$ 773,035.69 |
| | | | | 9/6/2024 | \$ 100,000.00 | LSLI Funding Assistance Program | \$ 673,035.69 |
| | | | | 9/23/2024 | \$ 54,092.98 | Apprentice Program | \$ 618,942.71 |
| | | | | 12/17/2024 | \$ 43,257.55 | Apprentice Program | \$ 575,685.16 |
| | | | | 1/28/2025 | \$ 39,289.79 | Apprentice Program | \$ 536,395.37 |
| | | | | 2/10/2025 | \$ 100,000.00 | LSLI Funding Assistance Program | \$ 436,395.37 |
| | | | | 3/13/2025 | \$ 9,442.00 | Apprentice Program | \$ 426,953.37 |
| | | | | 5/6/2025 | \$ 143,540.38 | Apprentice Program | \$ 283,412.99 |
| | | | | 6/25/2025 | \$ 12,724.90 | Apprentice Program | \$ 270,688.09 |
| | Local Assistance | \$ 847,300.00 | \$ 847,300.00 | 8/26/2024 | \$ 382,728.06 | LSLI Funding Assistance Program | \$ 464,571.94 |
| | | | | 9/6/2024 | \$ 25,000.00 | LSLI Funding Assistance Program | \$ 439,571.94 |
| | | | | 2/10/2025 | \$ 25,000.00 | LSLI Funding Assistance Program | \$ 414,571.94 |
| 2023 General Supplemental | Administrative | \$ 1,445,120.00 | \$ 895,167.66 | 9/30/2024 | \$ 354,211.87 | Administrative | \$ 540,955.79 |
| | | | | 11/13/2024 | \$ 30,502.00 | Administrative | \$ 510,453.79 |
| | | | | 12/30/2024 | \$ 292,476.81 | Administrative | \$ 217,976.98 |
| | | | | 1/28/2025 | \$ 72,829.19 | Administrative | \$ 145,147.79 |
| | | | | 1/28/2025 | \$ 6,250.00 | Administrative | \$ 138,897.79 |
| | | | | 3/31/2025 | \$ 138,897.79 | Administrative | \$ - |
| | State Program Management | \$ 722,560.00 | \$ 647,560.00 | 7/29/2024 | \$ 138,344.00 | LSLI Funding Assistance Program | \$ 509,216.00 |
| | | | | 9/6/2024 | \$ 75,000.00 | LSLI Funding Assistance Program | \$ 434,216.00 |
| | | | | 9/23/2024 | \$ 50,000.00 | LSLI Funding Assistance Program | \$ 384,216.00 |
| | | | | 12/16/2024 | \$ 79,548.75 | LSLI Funding Assistance Program | \$ 304,667.25 |
| | Local Assistance | \$ 3,612,800.00 | \$ 2,980,951.46 | 7/29/2024 | \$ 150,000.00 | LSLI Funding Assistance Program | \$ 2,830,951.46 |
| | | | | 8/26/2024 | \$ 11,587.94 | LSLI Funding Assistance Program | \$ 2,819,363.52 |
| | | | | 9/23/2024 | \$ 868,451.01 | North Central Water Study | \$ 1,950,912.51 |
| | | | | 11/13/2024 | \$ 469,168.45 | North Central Water Study | \$ 1,481,744.06 |
| | | | | 12/16/2024 | \$ 15,833.33 | LSLI Funding Assistance Program | \$ 1,465,910.73 |

| Capitalization Grant Year | Set-Aside | Award Amount | Balance on 6/30/2024 | ASAP Activity Date | Activity Amount | Description | Balance on 7/1/2025 |
|-----------------------------------|--------------------------|-----------------|----------------------|--------------------|-----------------|---------------------------------|------------------------|
| | | | | 12/17/2024 | \$ 590,367.75 | North Central Water Study | \$ 875,542.98 |
| | | | | 1/28/2025 | \$ 232,085.65 | North Central Water Study | \$ 643,457.33 |
| | | | | 2/10/2025 | \$ 118,237.35 | North Central Water Study | \$ 525,219.98 |
| | | | | 3/13/2025 | \$ 11,520.00 | Local Assistance - DAC | \$ 513,699.98 |
| | | | | 3/13/2025 | \$ 44,022.50 | North Central Water Study | \$ 469,677.48 |
| | | | | 3/31/2025 | \$ 7,570.00 | North Central Water Study | \$ 462,107.48 |
| | | | | 5/6/2025 | \$ 75,072.71 | North Central Water Study | \$ 387,034.77 |
| | | | | 5/6/2025 | \$ 31,355.95 | Andrews Planning and Design | \$ 355,678.82 |
| | | | | 6/25/2025 | \$ 42,204.09 | Local Assistance - DAC | \$ 313,474.73 |
| | | | | 6/25/2025 | \$ 46,154.96 | Andrews Planning and Design | \$ 267,319.77 |
| | | | | 6/25/2025 | \$ 93,380.74 | North Central Water Study | \$ 173,939.03 |
| 2023 LSL Removal | | | | | | | |
| | Administrative | \$ 2,606,440.00 | \$ 2,606,440.00 | | \$ - | \$ - | \$ 2,606,440.00 |
| | Local Assistance | \$ 1,000,000.00 | \$ 1,000,000.00 | 7/29/2024 | \$ 50,000.00 | LSLI Funding Assistance Program | \$ 950,000.00 |
| | | | | 8/26/2024 | \$ 190,912.06 | LSLI Funding Assistance Program | \$ 759,087.94 |
| | | | | 9/23/2024 | \$ 67,445.66 | LSLI Funding Assistance Program | \$ 691,642.28 |
| | | | | 11/6/2024 | \$ 256,936.70 | LSLI Funding Assistance Program | \$ 434,705.58 |
| | | | | 12/16/2024 | \$ 132,758.00 | LSLI Funding Assistance Program | \$ 301,947.58 |
| | | | | 1/28/2025 | \$ 50,000.00 | LSLI Funding Assistance Program | \$ 251,947.58 |
| 2023 Emerging Contaminants | | | | | | | |
| | Administrative | \$ 524,360.00 | \$ 524,360.00 | | \$ - | \$ - | \$ 524,360.00 |
| 2024 Base | | | | | | | |
| | Administrative | \$ 319,880.00 | \$ 319,880.00 | 3/31/2025 | \$ 98,513.28 | Administrative | \$ 221,366.72 |
| | | | | 5/6/2025 | \$ 101,003.06 | Administrative | \$ 120,363.66 |
| | | | | 6/25/2025 | \$ 120,363.66 | Administrative | \$ - |
| | Technical Assistance | \$ 159,940.00 | \$ 159,940.00 | | \$ - | | \$ 159,940.00 |
| 2024 General Supplemental | | | | | | | |
| | Administrative | \$ 1,577,560.00 | \$ 1,577,560.00 | | \$ - | | \$ 1,577,560.00 |
| | State Program Management | \$ 2,050,000.00 | \$ 2,050,000.00 | 5/6/2025 | \$ 84,248.01 | Andrews Planning and Design | \$ 1,965,751.99 |
| | | | | 6/25/2025 | \$ 7,629.29 | Andrews Planning and Design | \$ 1,958,122.70 |
| | Local Assistance | \$ 3,943,900.00 | \$ 3,943,900.00 | 3/13/2025 | \$ 114,990.25 | North Central Water Study | \$ 3,828,909.75 |
| | | | | 6/25/2025 | \$ 64,772.38 | North Central Water Study | \$ 3,764,137.37 |
| | | | | 6/25/2025 | \$ 12,822.89 | Andrews Planning and Design | \$ 3,751,314.48 |

| Capitalization Grant Year | Set-Aside | Award Amount | Balance on 6/30/2024 | ASAP Activity Date | Activity Amount | Description | Balance on 7/1/2025 |
|---------------------------|------------------|-----------------|----------------------|--------------------|------------------|--|-------------------------|
| 2024 LSL Removal | Administrative | \$ 2,632,720.00 | \$ 2,632,720.00 | | \$ - | | \$ 2,632,720.00 |
| | Local Assistance | \$ 500,000.00 | \$ 500,000.00 | 1/28/2025 | \$ 10,000.00 | LSLI Funding Assistance Program | \$ 490,000.00 |
| 2024 EC | Administrative | \$ 524,360.00 | \$ 524,360.00 | | \$ - | | \$ 524,360.00 |
| | | | | | \$ 13,243,454.19 | Total Set-Aside Balance 7/1/2025: | \$ 18,792,242.72 |

Exhibit Q

Summary of Activities Completed Under the Technical Assistance Set-Aside as of June 2025

1. **Name of program:** Technical Assistance Program. Outreach to Disadvantaged Communities
 - a. **Capitalization Grants in 2025:** 2022 Base, 2022 General Supplemental, 2023 Base, & 2024 Base
 - b. **Purpose:** Assist Disadvantaged Communities to identify needs and access to funding.
 - c. **Agency Responsibilities:** The Authority will engage third party contractors to conduct community outreach and assistance with preliminary planning.
 - d. **Achievements:** The Authority engaged third-party contractors starting in March 2022. The Contractors have worked to assist in the creation of feasibility studies, regionalization strategies, applications and PER assistance, with twelve small, Disadvantaged Communities. Nine communities subject to this program have applied to the DWSRF Loan Programs for funding assistance.

Summary of Activities Completed Under the State Program Management Set-Aside as of June 2025

1. **Name of program:** Indiana Drinking Water Certified Operator Apprenticeship Program
 - a. **Capitalization Grant Year in SFY 2025:** 2023 Base
 - b. **Purpose:** To provide training of skilled workers and standardize training across Indiana for Certified Operators for Drinking Water systems.
 - c. **Agency Responsibilities:** The Authority works with a third-party contractor to administer the Apprenticeship Program and provide assistance for the training, supplies, and salary of eligible apprentices.
 - d. **Achievements:** The Authority has continued an agreement with a third-party, in effect through December 2025. Apprenticeship training began in Jan 2019. As of June 2025, 21 drinking water certified operators have graduated from the program and 13 are currently enrolled.

2. **Name of program:** Indiana Drinking Water Lead Service Line Inventory
 - a. **Capitalization Grant Year in SFY 2025:** 2022 Base, 2022 LSLR, 2023 Base, 2023 General Supplemental, & 2023 LSLR
 - b. **Purpose:** To provide funds and professional services to assist Indiana communities locate and report lead service lines in their drinking water systems in small and Disadvantaged Communities.
 - c. **Agency Responsibilities:** The Authority will grant funds for inventory projects in small and Disadvantaged Communities that identify service line materials through activities such as public outreach campaigns, inventory tools, site investigations, and predictive modeling.
 - d. **Achievements:** The program was launched March 2023, and applications were received and prioritized. The program helped 246 communities complete 433 projects related to Lead Service Line Inventory and validation work. Indiana's inventory submittal rate is 98%. The program has been funded with a combination of set-asides and state funds.

3. **Name of program:** Andrews, Indiana Planning and Design
 - a. **Capitalization Grant Year in SFY 2025:** 2024 General Supplemental
 - b. **Purpose:** The water supply in Andrews, Indiana is contaminated with VOCs and the existing distribution system is experiencing high water loss and beyond useful life. The goal of the project is to engage professional services to survey the current water infrastructure, complete alternatives analysis, determine cost estimates, and create implementation plans for improvements.. This preliminary design work will allow the Town of Andrews access to the State Revolving Fund and related programs to complete regionalization and necessary system improvements.
 - c. **Agency Responsibilities:** The Authority will work with a third-party contractor to complete the Town of Andrews planning and design.
 - d. **Achievements:** The Authority engaged third-party contractors starting in September 2024. The Contractors have coordinated with the Town, determined the feasibility of regionalization, surveyed the current water infrastructure conditions, began the steps to complete a Preliminary Engineering Report including recommendations for the project area, and proceeded with project design. The project is expected to continue through December 2025.

Summary of Activities Completed Under the Local Assistance as of June 2025

1. **Name of program:** Indiana Drinking Water Lead Service Line Inventory
 - a. **Capitalization Grants:** 2022 Base, 2022 General Supplemental, 2022 LSLR, 2023 Base, 2023 General Supplemental, 2023 LSLR, & 2024 LSLR
 - b. **Purpose:** To provide funds and professional services to assist Indiana communities locate and report lead service lines in their drinking water systems in small and Disadvantaged Communities.
 - c. **Agency Responsibilities:** The Authority will grant funds for inventory projects in small and Disadvantaged Communities that identify service line materials through activities such as public outreach campaigns, inventory tools, site investigations, and predictive modeling.
 - d. **Achievements:** The program was launched March 2023, and applications were received and prioritized. The program helped 246 communities complete 433 projects related to Lead Service Line Inventory and validation work. Indiana’s inventory submittal rate is 98%. The program has been funded with a combination of set-asides and state funds.
2. **Name of program:** Regional Water Supply Planning in Southeast Central, Indiana
 - a. **Capitalization Grants:** 2022 General Supplemental
 - b. **Purpose:** To provide funds and professional services to investigate the 50-year demand and supply availability in the Driftwood Flatrock Haw and Upper East Fork White watersheds.
 - c. **Agency Responsibilities:** The Authority worked with a third-party contractor to administer investigation and planning projects.
 - d. **Achievements:** The third-party contractor was engaged in August 2022. Work commenced in August 2022, and a final report was issued February 2024. More information is available here: <https://www.in.gov/ifa/regional-water-studies/southeast-I74-water-study/>
3. **Name of program:** Regional Water Supply Planning in North Central Indiana
 - a. **Capitalization Grants:** 2023 General Supplemental & 2024 General Supplemental

- b. **Purpose:** To provide funds and professional services to examine the 50-year demand and supply availability in the watershed which are primarily located in Boone, Clinton, Fountain, Fulton, Howard, Kosciusko, Montgomery, Parke, Pulaski, Tippecanoe, Tipton, Vermillion, Vigo, Warren, and White Counties.
 - c. **Agency Responsibilities:** The Authority will work with a third-party contractor to administer investigation and planning projects.
 - d. **Achievements:** The Authority engaged third-party contractors beginning in November 2023. Deliverables include the publication of the Wabash Headwaters Region Water Study and the Wabash River, North Central Water Study on January 6, 2025. More information is available at: <https://www.in.gov/ifa/regional-water-studies/>
4. **Name of program:** Andrews Planning and Design
- a. **Capitalization Grant Year in SFY 2025:** 2023 General Supplemental & 2024 General Supplemental
 - b. **Purpose:** The water supply in Andrews, Indiana is contaminated with VOCs and the existing distribution system is experiencing high water loss and beyond useful life. The goal of the project is to engage professional services to survey the current water infrastructure, complete alternatives analysis, determine cost estimates, and create implementation plans for improvements.. This preliminary design work will allow the Town of Andrews access to the State Revolving Fund and related programs to complete regionalization and necessary system improvements.
 - c. **Agency Responsibilities:** The Authority will work with a third-party contractor to complete the Town of Andrews planning and design.
 - d. **Achievements:** The Authority engaged third-party contractors starting in September 2024. The Contractors have coordinated with the Town, determined the feasibility of regionalization, surveyed the current water infrastructure conditions, began the steps to complete a Preliminary Engineering Report including recommendations for the project area, and proceeded with project design. The project is expected to continue through December 2025.
5. **Name of program:** Local Assistance to Disadvantaged Communities
- a. **Capitalization Grant Year in SFY 2025:** 2023 General Supplemental
 - b. **Purpose:** The goal of the Local Assistance set-aside is to engage professional services to conduct community outreach and assist with preliminary planning to allow disadvantaged communities ease of access to the State Revolving Fund and related programs. Projects include surveys of current water infrastructure, alternatives analysis, cost estimates and implementation plans for improvements.
 - c. **Agency Responsibilities:** The Authority will work with third-party contractors to meet the needs of the DAC communities.
 - d. **Achievements:** In SFY 2025 the IFA utilized the set-aside funds to assist one small, disadvantaged community with a survey of current water infrastructure and alternatives analysis, assist a rural Regional Water District with alternatives analysis for a critical water main extension, and assistance with the evaluation of current water infrastructure in an underserved mobile home park.

Indiana DWSRF Loan Program
Exhibit R - Summary of All Associated Funds in SFY 2025

| Applicant Name | Closing Date | SRF Funding | Co Funding Federal Programs (ARPA, RD, OCRA, etc.) | Fee Agreements | State Programs | Local Funds |
|-----------------------|---------------------|--------------------|---|-----------------------|-----------------------|--------------------|
| Wakarusa | 07/22/2024 | 12,722,000 | - | - | - | 2,500,000 |
| Cayuga | 09/03/2024 | 2,984,000 | - | - | - | - |
| Jackson County Water | 09/12/2024 | 1,000,000 | - | - | - | - |
| Jasonville | 09/25/2024 | 2,007,000 | - | - | - | 1,811,583 |
| Lapel | 10/10/2024 | 300,000 | - | - | - | - |
| Logansport | 10/17/2024 | 5,000,000 | - | - | - | - |
| East Chicago | 11/12/2024 | 12,310,000 | - | - | - | 884,545 |
| Elkhart | 11/20/2024 | 276,000 | - | - | - | - |
| Middlebury | 11/21/2024 | 9,808,000 | - | - | - | 1,060,000 |
| Lafayette | 12/09/2024 | 5,000,000 | - | - | - | 531,130 |
| CEG | 12/10/2024 | 104,834,000 | - | - | - | - |
| Tell City | 12/18/2024 | 3,510,000 | - | - | - | - |
| Montezuma | 12/20/2024 | 5,922,000 | 2,483,000 | - | - | - |
| Evansville | 12/20/2024 | 50,000,000 | - | - | - | - |
| Fort Wayne | 12/23/2024 | 4,998,000 | - | - | - | - |
| Lebanon | 12/30/2024 | 78,675,000 | - | - | - | 8,500,000 |
| IAW - Charlestown | 03/06/2025 | 3,819,507 | - | - | - | - |
| Oxford | 04/15/2025 | 8,297,000 | 4,695,214 | - | - | 6,435 |
| Hammond | 04/25/2025 | 5,000,000 | - | - | - | - |
| Morgantown | 04/29/2025 | 2,451,000 | 700,000 | - | - | - |
| Peru | 04/30/2025 | 5,948,900 | - | - | - | - |
| Huntington | 05/06/2025 | 9,006,000 | - | - | - | - |
| Milford | 05/08/2025 | 6,825,909 | - | - | - | 558,784 |
| Milton | 05/14/2025 | 3,961,000 | - | - | - | - |
| CEG | 05/16/2025 | 27,000,000 | - | - | - | - |
| Brazil | 06/04/2025 | 11,306,646 | 750,000 | - | - | - |
| Goshen | 06/05/2025 | 8,083,000 | - | - | - | 2,271,000 |

Indiana DWSRF Loan Program
Exhibit R - Summary of All Associated Funds in SFY 2025

| Applicant Name | Closing Date | SRF Funding | Co Funding Federal Programs (ARPA, RD, OCRA, etc.) | Fee Agreements | State Programs | Local Funds |
|-----------------------|---------------------|-----------------------|---|-----------------------|-----------------------|----------------------|
| Valley Rural | 06/11/2025 | 9,178,216 | - | - | - | 1,000,000 |
| Union City | 06/18/2025 | 12,416,000 | - | - | - | 64,780 |
| Rochester | 06/18/2025 | 17,354,000 | - | - | - | 63,308 |
| Crown Point | 06/30/2025 | 7,500,000 | - | - | - | - |
| | | \$ 437,493,178 | \$ 8,628,214 | \$ - | \$ - | \$ 19,251,565 |

Indiana DW SRF Loan Program
Exhibit S - Summary of Drinking Water Projects with a Regional Solution SFY 2020 - 2025

| <u>Closing Date</u> | <u>Community</u> | <u>Loan Amount</u> | <u>Project</u> |
|---------------------|------------------|--------------------|--|
| 4/29/2025 | Morgantown | 2,451,000 | The project will extend water service from the Brown County Water Utility to the Town of Morgantown and decommission the aging Morgantown Water Treatment Plant |
| 3/23/2023 | BBP Water Corp | 5,365,600 | The project will extend water service to Lanes Addition, an area previously served by failing private wells. |
| 5/31/2022 | Grabill | 3,727,000 | The project allowed the City of Fort Wayne to extend service to the Town of Grabill and allow the Town to decommission an existing WTP. |
| 5/25/2022 | Nashville | 3,825,000 | The project extended service to Brown County State Park and allowed the Park to decommission an existing WTP. |
| 12/18/2019 | Lizton | 1,400,000 | The Water Main extension project extended drinking water service from the existing Citizens Water Authority utility to the Town of Lizton and surrounding areas. |

Exhibit T
Summary of New Borrowers to the DWSRF Program in SFY 2025

| <u>Community</u> | <u>Loan Amount</u> | <u>Closing Date</u> |
|------------------|--------------------|---------------------|
| Wakarusa | 12,722,000 | 7/22/2024 |
| Lafayette | 5,000,000 | 12/9/2024 |
| Montezuma | 5,922,000 | 12/20/2024 |
| IAW Charlestown | 3,819,507 | 3/6/2025 |
| Milford | 6,825,909 | 5/8/2025 |
| Valley Rural | 9,178,216 | 6/11/2025 |
| Rochester | 17,354,000 | 6/18/2025 |

Exhibit U
Summary of Disadvantaged Community Financings
July 2020 - June 2025

| Borrower Name | State Tracking Number | MHI Lower than 80% of State MHI ¹ | High Monthly Rates* | 1% | Agreement Date | Total SRF Amount | Interest Rate | Term | Additional Subsidy Amount | Estimated Savings |
|---------------------------|-----------------------|--|---------------------|----|----------------|------------------|---------------|------|---------------------------|-------------------|
| Monroe | DW19010101 | | X | X | 09/29/2020 | 2,911,000 | 2.00 | 20 | 2,439,000 | 3,196,000 |
| Monroe | DW19010101 | | X | X | 09/29/2020 | 820,000 | 2.30 | 35 | - | - |
| Carlisle | DW19097701 | X | | X | 09/30/2020 | 3,140,000 | 2.00 | 20 | - | 197,000 |
| North Salem | DW19033201 | X | X | X | 10/28/2020 | 1,470,000 | 2.00 | 20 | 1,010,000 | 1,358,000 |
| Crown Point | DW18044503 | | X | | 11/24/2020 | 7,819,535 | 0.00 | 20 | - | 3,419,535 |
| La Crosse | DW20024601 | | X | X | 12/04/2020 | 4,214,458 | 0.00 | 20 | 1,500,000 | 3,216,218 |
| Galveston | DW19070901 | | X | X | 12/15/2020 | 5,965,080 | 0.00 | 35 | 4,250,000 | 7,382,000 |
| Fountain City Water Wor | DW19118901 | | X | X | 12/15/2020 | 202,000 | 2.00 | 20 | - | 3,344,156 |
| Lewisville | DW20033302 | | X | X | 12/18/2020 | 433,000 | 2.00 | 20 | - | 1,101,044 |
| Universal | DW20058303 | X | X | X | 12/28/2020 | 238,000 | 2.25 | 20 | 72,000 | 126,947 |
| Frankfort | DW19141201 | X | | | 03/16/2021 | 10,835,000 | 2.00 | 20 | - | 1,134,872 |
| Frankfort | DW19141201 | X | | | 03/16/2021 | 2,795,000 | 2.30 | 35 | - | - |
| Topeka | DW20104401 | | X | X | 03/31/2021 | 4,392,000 | 2.00 | 20 | 667,000 | 850,700 |
| Northwest Jasper RWD | DW19173701 | | X | X | 05/27/2021 | 3,445,000 | 2.30 | 35 | - | - |
| Northwest Jasper RWD | DW19173701 | | X | X | 05/27/2021 | 2,685,000 | 2.00 | 20 | - | - |
| New Market | DW21075402 | | X | X | 09/16/2021 | 1,180,000 | 2.00 | 20 | - | 195,000 |
| Leavenworth | DW21091301 | X | X | X | 11/23/2021 | 1,149,000 | 0.02 | 20 | 500,000 | 972,348 |
| Lapel | DW21054802 | | X | X | 12/07/2021 | 2,735,000 | 0.00 | 20 | - | 3,867,296 |
| Lapel | DW21054802 | | X | X | 12/07/2021 | 3,790,000 | 0.00 | 35 | - | - |
| Dana | DW20048301 | | X | X | 12/15/2021 | 1,856,000 | 0.00 | 20 | 870,000 | 1,807,000 |
| Gibson | DW18082603 | | X | | 12/15/2021 | 1,205,000 | 0.02 | 20 | - | - |
| New Chicago | DW21064502 | X | X | X | 12/21/2021 | 3,345,000 | 0.02 | 20 | - | 421,149 |
| L&M RWD | DW21156801 | X | X | X | 04/11/2022 | 632,000 | 0.02 | 20 | 460,000 | 699,221 |
| Russellville | DW20186702 | | X | X | 04/29/2022 | 1,355,000 | 0.02 | 20 | 1,000,000 | 1,515,960 |
| Nashville | DW22030701 | X | X | X | 05/25/2022 | 3,825,000 | 0.00 | 20 | 3,825,000 | 5,625,000 |
| Wheatland | DW22014201 | X | X | X | 06/16/2022 | 3,969,000 | 0.00 | 35 | 2,575,000 | - |
| Edwardsville | DW20112201 | X | | X | 06/22/2022 | 4,817,000 | 2.25 | 20 | - | - |
| Cromwell | DW21165702 | X | X | X | 06/28/2022 | 794,000 | 2.00 | 20 | - | - |
| Van Bibber | DW19106701 | X | X | X | 06/29/2022 | 4,113,000 | 0.00 | n/a | 4,113,000 | - |
| Jackson County | DW21033604 | | X | X | 06/30/2022 | 285,000 | 2.00 | 20 | - | - |
| Jackson County | DW21033604 | | X | X | 06/30/2022 | 4,015,000 | 1.60 | 35 | - | - |
| Columbus | DW21140301 | | X | X | 08/26/2022 | 22,200,000 | 2.73 | 20 | - | 3,566,520 |
| Maysville RWSD | DW22050201 | | X | X | 09/30/2022 | 590,000 | 0.00 | 0 | 590,000 | 5,828,989 |
| Cambridge City | DW22168902 | X | | X | 12/15/2022 | 5,335,000 | 2.12 | 20 | 2,300,000 | 4,095,833 |
| Madison | DW22093903 | X | | | 12/15/2022 | 12,000,000 | 4.01 | 35 | - | - |
| Rensselaer | DW22193702 | | X | X | 02/24/2023 | 7,994,000 | 0.00 | 20 | - | 5,770,250 |
| Logansport | DW23150901 | X | | X | 03/15/2023 | 8,500,000 | 0.00 | 0 | 7,200,000 | 11,208,898 |
| Arcadia | DW22292902 | | X | X | 03/16/2023 | 3,965,000 | 0.00 | 20 | 2,000,000 | 6,813,303 |
| Poseyville | DW23056501 | | X | X | 03/22/2023 | 2,950,000 | 0.00 | 20 | 1,000,000 | 2,391,323 |
| BBP Water Corporation | DW17106002 | X | X | X | 03/23/2023 | 5,365,600 | 2.49 | 35 | 726,600 | 3,057,145 |
| Monticello | DW21019102 | | X | | 03/30/2023 | 6,910,000 | 1.32 | 35 | 2,050,000 | 6,857,430 |
| Chandler | DW18198703 | | X | X | 4/21/2023 | 17,621,000 | 2.74 | 30 | - | 8,316,316 |
| Bourbon | DW22135001 | X | | X | 4/25/2023 | 5,001,000 | 3.59 | 35 | - | 1,826,986 |
| Brown County | DW20140703 | | X | X | 4/26/2023 | 2,400,000 | 3.51 | 20 | - | 471,256 |
| Brown County | DW20140703 | | X | X | 4/26/2023 | 3,600,000 | 3.51 | 35 | - | 1,386,370 |
| La Crosse | DW22444602 | | X | X | 05/15/2023 | 3,279,900 | 0.00 | 0 | 3,279,900 | 5,263,753 |
| Reelsville Water Authorit | DW22116703 | | X | X | 05/19/2023 | 1,143,000 | 2.00 | 20 | - | 436,303 |
| Fort Wayne | DW22180206 | X | | X | 06/21/2023 | 12,999,000 | 0.00 | 35 | 11,000,000 | 25,786,489 |
| Chalmers | DW22082301 | | X | X | 6/26/2023 | 2,279,000 | 0.67 | 35 | - | 2,307,147 |
| Milton | DW22418901 | X | X | X | 08/24/2023 | 2,399,860 | 0.00 | 20 | 2,399,860 | 3,757,287 |
| New Richmond | DW22175401 | | X | X | 08/30/2023 | 1,280,000 | 2.19 | 20 | 1,100,000 | 1,618,008 |
| Lakeville | DW22257101 | X | X | X | 09/29/2023 | 9,412,000 | 0.00 | 20 | 4,000,000 | 9,692,865 |
| Laurel | DW22272401 | X | X | X | 10/25/2023 | 2,107,339 | 0.00 | 20 | 2,107,339 | 3,494,306 |
| Holton Water | DW22356901 | | X | X | 11/15/2023 | 1,050,000 | 4.64 | 20 | - | 123,223 |
| Holton Water | DW22356901 | | X | X | 11/15/2023 | 1,830,000 | 4.64 | 35 | - | 425,981 |
| Milan, pool, A notes | DW22156901 | | X | X | 11/16/2023 | 352,000 | 4.73 | 20 | - | 37,055 |
| Milan, pool, B Notes | DW22156901 | | X | X | 11/16/2023 | 3,742,000 | 4.73 | 35 | - | 1,305,495 |
| Jonesboro | DW23512702 | X | X | X | 12/05/2023 | 7,637,000 | 2.19 | 20 | 5,000,000 | 8,971,406 |
| Logansport | DW23420902 | X | | X | 12/14/2023 | 3,562,000 | 4.69 | 20 | - | 394,123 |

*Monthly rates greater than \$45 for SFY 2022-2024, \$60 in SFY 2025

| Borrower Name | State Tracking Number | MHI Lower than 80% of State MHI ¹ | High Monthly Rates* | 1% | Agreement Date | Total SRF Amount | Interest Rate | Term | Additional Subsidy Amount | Estimated Savings |
|--------------------------|-----------------------|--|---------------------|----|----------------|--------------------|---------------|------|---------------------------|--------------------|
| Logansport | DW23420902 | X | | X | 12/14/2023 | 12,709,000 | 4.69 | 35 | - | 3,674,305 |
| Evansville | DW23478202 | X | X | X | 12/22/2023 | 7,300,000 | 0.00 | 35 | 4,000,000 | 12,303,821 |
| Williamsport | DW22338602 | | X | X | 12/27/2023 | 1,406,000 | 4.74 | 20 | - | 146,117 |
| Citizens Water Authority | DW23404902 | X | | X | 12/27/2023 | 11,000,000 | 0.00 | 35 | 6,000,000 | 12,653,369 |
| Fort Wayne | DW23270207 | X | | X | 12/28/2023 | 5,746,000 | 0.00 | 35 | - | 7,321,107 |
| IAW - Northwest | DW24044501 | X | X | X | 02/21/2024 | 18,900,000 | 0.00 | 20 | 6,000,000 | 18,056,655 |
| Gosport | DW23456002 | | X | X | 03/06/2024 | 6,187,244 | 0.00 | 35 | 2,539,244 | 9,577,294 |
| St. Bernice Water | DW23508301 | X | X | X | 03/20/2024 | 6,863,000 | 2.00 | 20 | 6,607,000 | 11,139,076 |
| Centerville | DW23148904 | X | X | X | 03/22/2024 | 840,000 | 2.00 | 20 | | 403,510 |
| Centerville | DW23148904 | X | X | X | 03/22/2024 | 5,085,000 | 2.06 | 35 | 2,000,000 | 5,000,000 |
| NORWEJ | DW21083702 | | X | X | 03/27/2024 | 4,882,000 | 2.30 | 35 | - | 3,274,446 |
| Kewanna Series A | DW23332501 | X | X | X | 03/29/2024 | 299,000 | 2.25 | 20 | - | 105,251 |
| Kewanna, Series B | DW23332501 | X | X | X | 03/29/2024 | 49,000 | 2.00 | 20 | - | 18,704 |
| Kewanna, BAN | DW23332501 | X | X | X | 03/29/2024 | 7,000,000 | 0.00 | n/a | 7,000,000 | 11,233,962 |
| Hammond | DW23434502 | X | | | 04/25/2024 | 2,400,000 | 0.00 | 20 | 1,500,000 | 2,951,644 |
| South Bend | DW23467103 | X | X | X | 06/04/2024 | 14,643,000 | 0.52 | 20 | 3,900,000 | 12,160,644 |
| Valparaiso | DW23496401 | X | | | 06/20/2024 | 14,447,000 | 2.57 | 20 | - | 4,038,923 |
| Chesterfield | DW23064801 | X | X | X | 06/27/2024 | 6,010,000 | 2.30 | 35 | 1,145,000 | 5,710,493 |
| Frankton | DW22364801 | | X | X | 06/28/2024 | 9,000,000 | 0.00 | 35 | 2,855,000 | 13,092,588 |
| Wakarusa | DW22312001 | | X | | 07/22/2024 | 12,722,000 | 0.00 | 20 | 1,790,000 | 8,628,366 |
| Cayuga | DW23298303 | X | | X | 09/03/2024 | 2,984,000 | 2.00 | 20 | 500,000 | 1,549,703 |
| Jasonville | DW24731103 | X | | X | 09/25/2024 | 2,007,000 | 0.00 | 26 | - | 1,438,127 |
| Lapel | DW24754803 | X | | X | 10/10/2024 | 300,000 | 0.00 | 20 | - | 161,257 |
| Logansport | DW24660904 | X | | | 10/17/2024 | 5,000,000 | 0.00 | 20 | 2,500,000 | 5,187,614 |
| East Chicago | DW22434507 | X | | X | 11/12/2024 | 5,000,000 | 0.00 | 35 | 2,500,000 | 5,187,614 |
| East Chicago | DW22434507 | X | | X | 11/12/2024 | 7,310,000 | 3.99 | 35 | - | 963,491 |
| Elkhart | DW24722002 | X | | | 11/20/2024 | 276,000 | 0.00 | 20 | 276,000 | 424,356 |
| Middlebury | DW23112002 | | X | X | 11/21/2024 | 9,808,000 | 3.49 | 20 | - | 1,290,481 |
| Lafayette | DW24547901 | X | | | 12/09/2024 | 5,000,000 | 4.00 | 20 | 2,500,000 | 5,187,614 |
| CEG | DW24700605 | X | | X | 12/10/2024 | 104,834,000 | 0.00 | 35 | - | 13,550,779 |
| Tell City | DW24176201 | X | | | 12/18/2024 | 3,510,000 | 0.00 | 35 | 2,500,000 | 4,386,705 |
| Montezuma | DW23346101 | X | X | X | 12/20/2024 | 5,922,000 | 2.00 | 20 | 5,000,000 | 10,718,884 |
| Evansville | DW22048204 | X | | X | 12/20/2024 | 50,000,000 | 3.50 | 25 | - | 8,456,241 |
| Fort Wayne | DW24210208 | X | | X | 12/23/2024 | 4,998,000 | 0.00 | 35 | 2,500,000 | 5,186,539 |
| Lebanon | DW24210208 | X | | X | 12/30/2024 | 78,675,000 | 4.00 | 35 | - | 10,169,483 |
| IAW - Charlestown/ Gary | DW24471001 | X | | X | 03/06/2025 | 513,955 | 0.00 | 20 | 513,955 | 5,872,579 |
| Oxford | DW22340402 | X | X | X | 04/15/2025 | 3,297,000 | 2.30 | 35 | 400,000 | 1,422,382 |
| Oxford | DW22340402 | X | X | X | 04/15/2025 | 5,000,000 | 0.00 | 35 | 2,500,000 | 5,187,614 |
| Hammond | DW24294503 | X | | | 04/25/2025 | 5,000,000 | 0.00 | 30 | 2,500,000 | 5,524,259 |
| Morgantown | DW24605502 | X | X | X | 04/29/2025 | 2,451,000 | 2.28 | 20 | 2,000,000 | 3,201,817 |
| Peru | DW21585204 | X | | | 04/30/2025 | 5,948,900 | 0.00 | 20 | 3,448,900 | 6,845,777 |
| Huntington | DW24403503 | | X | X | 05/06/2025 | 9,006,000 | 2.28 | 20 | 1,500,000 | 4,416,146 |
| Milford | DW24224301 | X | | X | 05/08/2025 | 6,825,909 | 2.53 | 20 | 4,648,909 | 7,694,104 |
| Milton | DW22418902 | X | X | X | 05/14/2025 | 3,961,000 | 0.00 | 20 | 3,961,000 | 6,356,818 |
| CEG | DW24684903 | X | | X | 05/16/2025 | 27,000,000 | 4.10 | 20 | 5,000,000 | 13,091,171 |
| Brazil | DW24331102 | X | | X | 06/04/2025 | 11,306,646 | 3.08 | 35 | 2,706,646 | 8,491,363 |
| Goshen | DW24442003 | X | | X | 06/05/2025 | 5,000,000 | 0.00 | 35 | 2,500,000 | 5,628,974 |
| Goshen | DW24442003 | X | | X | 06/05/2025 | 3,083,000 | 3.53 | 20 | | 389,934 |
| Union City | DW24186801 | X | | X | 06/18/2025 | 6,637,000 | 1.00 | 20 | 4,250,000 | 8,462,067 |
| Union City | DW24186801 | X | | X | 06/18/2025 | 5,779,000 | 1.00 | 35 | 716,000 | 7,116,531 |
| Rochester | DW24312502 | X | | X | 06/18/2025 | 12,354,000 | 4.58 | 35 | - | 1,549,031 |
| Rochester | DW24312502 | X | | X | 06/18/2025 | 5,000,000 | 0.00 | 35 | 2,500,000 | 5,867,933 |
| TOTALS | | | | | | 799,210,426 | | | 170,792,353 | 478,101,173 |

*Monthly rates greater than \$45 for SFY 2022-2024, \$60 in SFY 2025