

# **STATE OF INDIANA**

## **Clean Water State Revolving Fund Loan Program**



### **Intended Use Plan State Fiscal Year 2025 July 1, 2024 – June 30, 2025**

**For CWSRF Base Program and  
CWSRF General Supplemental Funds  
Appropriated in FY 2025  
And  
CWSRF Emerging Contaminant Funds  
Appropriated in FY 2024**

**Clean Water State Revolving Fund Loan Program  
Intended Use Plan SFY 2025**

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**EXHIBITS:**

- Exhibit A: CWSRF Loan Program Definitions
- Exhibit B: CWSRF Loan Program Project Priority Lists (PPLs)
- Exhibit C: Proposed Equivalency Projects
- Exhibit D: CWSRF Loan Program Project Scoring and Ranking Worksheet
- Exhibit E: Intended Uses of Funds
- Exhibit F: Capitalization Grant Draw Process
- Exhibit G: Public Notice

**State of Indiana**  
**Clean Water State Revolving Fund Loan Program**  
**Intended Use Plan**

**SFY 2025**

**I. Introduction**

Pursuant to Sections 603(g), 606(c) and 216 of the Clean Water Act as further amended by the Water Resources Reform and Development Act, (collectively, the Clean Water Act or CWA), the Bipartisan Infrastructure Law, and the Federal Fiscal Year (FY) 2025 Appropriations Act, the State of Indiana (State), acting through its Indiana Finance Authority (Authority), hereby submits to the United States Environmental Protection Agency (EPA) and the public this Intended Use Plan (IUP) for State Fiscal Year (SFY) 2025, for its Clean Water State Revolving Fund (CWSRF) Loan Program. An IUP is prepared each fiscal year to identify the uses of all monies available to the CWSRF Loan Program during that fiscal year. Acronyms and terms used herein are defined in Exhibit A, Definitions.

This IUP sets forth the intended use of all funds appropriated to the CWSRF Base Program in FY 2025, and the funds appropriated in FY 2025 to the CWSRF General Supplemental funds, and the FY 2024 Clean Water Emerging Contaminants funds, appropriated through the Bipartisan Infrastructure Law (BIL). All grants from EPA to the CWSRF Loan Program are referred to herein as Capitalization Grants.

The mission of the CWSRF Loan Program is to provide Participants in Indiana with low-cost financial assistance in order to construct necessary and environmentally sound treatment works; facilitate statewide compliance with State and Federal water quality standards; maintain a fiscally self-sufficient program as a continuing source of funding for improvement and protection of water quality and public health; and conduct any other activity permitted by the CWA. The goal of the CWSRF Emerging Contaminant Program is to provide funds to address emerging contaminants in the environment through projects and associated activities directly connected to the identification, planning, and design, of projects that abate emerging contaminants.

The CWSRF Loan Program is administered by the Authority. The Authority is responsible for setting priorities for loan assistance from the CWSRF Loan Program, which is evidenced by the CWSRF Loan Program Project Priority Lists (PPLs) for SFY 2025, which is attached as Exhibit B. Projects listed on the PPLs may be funded with CWSRF Base Program funds, CWSRF General Supplemental funds, or the CWSRF Emerging Contaminant funds.

The Authority assures that no person or entity shall be excluded from participation in, or be denied the benefit of, or otherwise be subjected to discrimination in any program, service, or activity on the basis of race, color, or national origin as required by Title VI of the Civil Rights Act of 1964. This requirement is included in all Financial Assistance Agreements and contract documents funded through the State Revolving Fund Loan Programs.

## II. Program Project Priority List

The SRF Loan Programs solicit applications throughout the year. The potential borrower must submit an application and Preliminary Engineering Report (PER) in April to be included on the first quarter PPL (April 1<sup>st</sup> for SFY 2025 applications, as set forth in Exhibit D). Any application received after the deadline will be added to subsequent PPLs and may be funded during the bypass period. Applications will remain on the PPL until the Applicant informs the SRF that they wish to be removed. Therefore, Applicants not funded in the current funding cycle may remain on the PPL and be funded in subsequent funding cycles. The bypass procedures are defined below. The SFY 2025 PPLs include all applications and projects submitted to the CWSRF Loan Program. Projects for which a complete PER has been submitted have been ranked and scored. All other projects are unscored and unranked and listed alphabetically. The CWSRF Loan Program creates a small system PPL that consists of all Participants with populations of less than 10,000 and a second large system PPL that consists of all Participants with populations of 10,000 or greater. The PPLs are updated quarterly, and public noticed for comments each quarter for a three-week period. The PPLs are posted on the Authority's website at [www.srf.in.gov](http://www.srf.in.gov).

To close a loan with the SRF Loan Programs a community must apply to the program, be included on a PPL, and receive technical and environmental review of the submitted PER. All PERs must also be the subject of a properly noticed public hearing prior to approval.

The PPLs in Exhibit B include the amount of SRF funds that are estimated to be used toward the Green Project Reserve Sustainability Incentive Program. The Authority is committed to documenting an amount equal to 10% of the 2025 SRF Base Capitalization Grant and 10% of the 2025 BIL CWSRF General Supplemental Capitalization Grant toward green project components.

Nonpoint Source projects are integrated in the PPLs and are included with their score and rank noted. Projects that will address emerging contaminants are stated in PPLs and noted in Appendix C of this IUP.

The Authority expects to use the CWSRF Loan Program to finance the planning, design, and construction of the following project need categories under Section 212, and 319 of the Clean Water Act:

### PROJECT CATEGORIES

I. Secondary Treatment	IV B. New Interceptors
II. Advanced Treatment	V. Combined Sewer Overflow Correction
III A. Infiltration/Inflow Correction	VI. Stormwater Infrastructure
III B. Major Sewer System Rehabilitation and Correction	VII. Nonpoint Source Water Pollution Abatement
IV A. New Collection Systems	

Because the Authority’s general funds consist of an indistinguishable combination of Federal, State, and recycled monies, EPA determined that Federal Crosscutter requirements must be applied to projects identified by the Authority whose cumulative funding is equivalent to the amount of the capitalization grant (i.e. Equivalency projects). The Indiana Clean Water SRF Loan Program identifies the proposed Equivalency projects for SFY 2025 in Exhibit C.

***A. Project Scoring and Ranking System for CWSRF Loan Programs***

To determine which projects will receive funding (including additional subsidy and loans) the Authority follows criteria for assistance established by the CWA. Scoring reflects the State’s water quality goals and accounts for population differences. Priorities include:

1. Project need categories;
2. Water quality points;
3. Brownfield reuse;
4. Financial capability;
5. Bonus points will be available for projects that include Affordability Criteria (which includes disadvantaged communities), Green Project Reserve (GPR) Sustainability Incentive Program components, climate resiliency elements, regionalization, and participation in the Clean Watershed Needs Survey.
6. Deduction points - projects that disconnect from a viable treatment system will have points deducted.

The priority system designed to implement the program criteria, is attached as Exhibit D, CWSRF Loan Program Projects Scoring and Ranking Worksheet. All projects are scored and ranked on the PPLs as required by the CWA. This IUP, including the PPLs (see Exhibit B), and Project Ranking System (See Exhibit D), has been subject to public review and comment in accordance with the CWA, as described in Section V below.

In SFY 2024, due to increased demand the program updated the scoring for all projects to the SFY 2025 scoring system and MHIs. This allowed for early completion of the 2025 first quarter PPL, and allowed borrowers to review their scoring during the bypass period. For SFY 2025, the Authority will return to utilizing one Project Ranking System throughout the fiscal year.

In addition to being ranked and scored and in the Fundable Range, “Project readiness criteria” will be applied to assure that projects are ready for CWSRF Loan Program financing. Steps towards project readiness can be demonstrated by: (1) Submitting a PER, (2) Obtaining PER approval, a construction permit from IDEM if necessary, and bidding the project pursuant to the CWSRF Loan Program established timeframes, and (3) Initiating the steps required by State statute and the CWSRF Loan Program to proceed with a financial closing with the CWSRF Loan Program. This involves completing the steps required to issue

valid bonds, retaining a nationally recognized bond counsel to issue its unqualified, approving opinion on the validity of the bonds at closing, and demonstrating the ability to repay the loan portion of the financing (if applicable) through the CWSRF Loan Program.

### ***B. Fundable Range***

To inform the public of current estimates regarding the CWSRF Loan Program's financial capacity and to efficiently direct CWSRF Loan Program assistance to the highest priorities where possible, the State calculates the Fundable Range for those projects that are on the PPLs. Projects are included in the Fundable Range based on a project's rank and score.

Historically, the CWSRF Loan Program uses a Fundable Range to plan and prioritize its responsibilities and resources. On July 1, 2024, the Authority estimated that funds available were insufficient to fund all Projects on the PPLs, therefore, those Projects within the Fundable Range are afforded priority of resources; most notably, preference in closing a loan as soon as the necessary programmatic and financial steps are completed.

Projects that are outside of the Fundable Range may receive funding in advance of those projects identified in the Fundable Range by following the bypass procedure. See bypass procedures outlined below in Section C.

### ***C. Bypass Process***

When the Authority has determined that funds on-hand are insufficient to fund projects that are outside of the Fundable Range but are on the PPL, the State will use the following bypass procedures to allow other projects on the PPLs to receive financial assistance from the CWSRF Loan Program during SFY 2025. The Bypass Process enables projects originally identified outside the Fundable Range to be funded when higher-priority projects have not yet progressed to a stage allowing for loan closing. However, if a bypassed project becomes ready to proceed, it will have funding priority over other projects below it on the PPL.

The following Bypass Process is used when the Authority uses a Fundable Range:

1. If applicable, the CWSRF Loan Program will note the Fundable Range on the first quarter PPL and notify all Participants with projects on the PPL of their status. Participants will be advised that being in the Fundable Range does not mean that a loan commitment is made or that funding is guaranteed or reserved; rather, it means funding priority will be given to those projects.
2. All Participants that are eligible for subsidized financing are requested to bid the entire SRF financed project in advance of a CWSRF loan closing. Up to March 31st of the current fiscal year, only projects in the Fundable Range will be permitted to close a CWSRF loan. However, Projects that are outside of the Fundable Range may be able to bypass a project in the Fundable Range in the following circumstances:

- a. If a project will help the SRF Loan Program meet the additional requirements of the CWA and the terms and conditions of the current Capitalization Grant(s) then that project may bypass a project in the Fundable Range.
  - b. If a project meets the Affordability Criteria, then it may bypass a project in the Fundable Range.
  - c. If a project is only viable because of non-SRF financial assistance, then it may bypass a project in the Fundable Range to meet the timelines of the additional funding.
  - d. A project that would alleviate an emergency situation that poses a threat to public health would also be able to bypass a project in the Fundable Range.
  - e. If an applicant is a first-time borrower of the SRF Loan Program and its project ranks outside of the Fundable Range, then it may bypass a project in the Fundable Range if that borrower has unspent loan or grant proceeds from a prior SRF financing.
3. After March 31st of that fiscal year, any project ready to close a CWSRF Loan Program loan under applicable CWSRF Loan Program lending requirements will be permitted to do so. If the CWSRF Loan Program determines there is insufficient lending capacity, then the highest-scored projects at a readiness-to-proceed stage may close.
  4. Notwithstanding the foregoing, after March 31st of that fiscal year, the CWSRF Loan Program may institute additional or alternative conditions and limits other than as expressed in this IUP to tentatively select Participants for closing eligibility and to bypass any such tentatively selected Participant. Without limitation, these may include (i) bypassing Participants that fail to close within a 30-day period of being notified of timing and eligibility to close, (ii) limiting loan closing amounts to lesser amounts than requested, (iii) requiring evidence of full Project funding if all funding needs are not provided through the CWSRF Loan Program at a loan closing, (iv) conditionally reserving funding for any Participant commitments, (v) bidding project prior to loan closing, etc.
  5. All unfunded projects are eligible to remain on subsequent SFY's PPLs without submitting a new application.

### **III. 2025 CWSRF Loan Program Goals and Objectives**

The goal of the CWSRF Loan Program is to facilitate statewide compliance with State and Federal water quality standards by prioritizing funding of projects that provide enhancement or protection of water quality and public health, as well as to provide Participants in Indiana with low-cost financial assistance in order to construct necessary and environmentally sound treatment works while long-term goals and objectives are those the State expects to achieve over a longer course of time. Each year these goals are reviewed and updated from the previous IUP.

For purposes of this IUP, short-term goals and objectives are those the State expects to achieve in SFY 2025.

### ***A. Short-Term Goals and Objectives***

During SFY 2025, the CWSRF 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 BIL CWSRF General Supplemental Capitalization Grant, and the FY 2024 BIL CWSRF Emerging Contaminant Capitalization Grant. Upon award, continue to disburse loan proceeds such that the Capitalization Grants can promptly be utilized.

ST 1a Goal: Work to provide the maximum Additional Subsidization available under the grants to CWSRF recipients. Ensure that Additional Subsidization is provided pursuant to the terms and conditions of the Capitalization Grants and Additional Subsidization is provided as permitted by the CWA. Additional Subsidization from the CWSRF 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 CWSRF General Supplemental Program and CWSRF Emerging Contaminant Program may be provided in the form of principal forgiveness, and grants. Additional Subsidization will be provided to those systems meeting the State's Affordability Criteria.

ST 1b Goal: Ensure that not less than 10% of the FY 2025 Base Capitalization Grant, 10% of the FY 2025 CWSRF General Supplemental Capitalization Grant, and 10% of the FY 2024 CWSRF Emerging Contaminants Grant are allocated to fund Green Project Reserve Projects. Work diligently to identify and fund projects that address or have components of Green Project Reserve infrastructure, water, or energy efficiency improvements, including environmentally innovative activities, or climate resilient improvements. PPLs found in Exhibit B note projects expected to include Green Project Reserve activities.

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

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

ST 1e Goal: If practical, 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. The requirements of Section 602(b)(14) A & E procurement shall be satisfied by compliance with 40 USC Chapter 11.



ST 1f Goal: Ensure that Participants are studying and evaluating the cost and effectiveness of the proposed project or activity as required in Section 602(b)(13) of the Clean Water Act.

ST 1g Goal: Ensure that Participants have developed and are implementing an Asset Management Program (AMP) that meets the requirements set forth in the CWSRF Loan Program Guidelines and that those AMPs include the components that meet the minimum requirements of a Fiscal Sustainability Plan as set forth in Section 603(d)(1)(E) of the Clean Water Act and Cybersecurity measures. As of July 1, 2024, ensure all loan closers complete the CISA cyber security vulnerability assessment (or similar assessment) annually.

ST 2 Goal: Document the environmental benefits derived from the CWSRF Loan Program projects using the OWSRF Data System managed by the EPA. Goals identified are:

- Abatement of combined sewer overflow (CSO) discharges along stream segments, ultimately reducing pollution to the Ohio River and Great Lakes;
- Elimination of septic systems in communities, eliminating failing systems that discharge to waters of the state;
- CWSRF funds targeted to abate pathogen or nutrient loadings to impaired water bodies (303(d) listed streams); and
- Increased compliance with NPDES permits.

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.

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

ST 5 Goal: Ensure that EPA funds are accessed when eligible expenses are incurred to minimize un-liquidated 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. WIFIA, OSG, WIIN, applicable reallocations, etc.).

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

ST 8 Goal: Ensure that Participants take part in regional study area activities as required by IC 5-1.2-11.5.

ST 9 Goal: Utilize the CWSRF Technical Assistance provision to engage professional services which includes technical assistance providers, engineering firms, and financial institutions, to assist small, rural, and tribal communities to identify needs and access to funding and to engage residents and community who meet the state's Affordability Criteria.

ST 10 Goal: Encourage communities who have not applied for SRF assistance to apply for financing where there is a need. Continue participating in public outreach activities to reach these communities.

### ***B. Long-Term Goals and Objectives***

During SFY 2025, the State will continue to work to achieve the following long-term goals:

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

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

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 Company, ensure the CWSRF 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.

LT 4 Goal: Leverage EPA Capitalization Grants to generate loans that exceed 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 loan pool and made available to other Participants.

LT 6 Goal: Report all uses of CWSRF Loan Program funds in the Clean Water SRF Data System, and the Clean 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.

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

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.

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

LT 10 Goal: Ensure the CWSRF Loan Program aligns with Justice40 objectives and targets for equitable allocation of resources including incorporating the use of the EPA EJSCREEN Tool to identify Disadvantaged Communities.

LT 11 Goal: Provide interest rate breaks to communities which adopt Nonpoint Source Projects, Green components, and Climate Resiliency projects. The Authority will meet quarterly with the Indiana Department of Environmental Management (IDEM) Watershed Assessment and Planning Branch to identify Projects on the CWSRF Loan Program PPL which may benefit from SRF funding.

LT 12 Goal: Work with the IDEM Total Maximum Daily Load (TMDL) staff to develop a system to assist communities in the implementation of TMDLs and offer interest rate breaks to communities eligible for CWSRF Loan funding, that implement a TMDL.

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 clean water and drinking water projects.

LT 14 Goal: Continue to support the Alliance of Indiana Rural Water (a non-profit organization) with the Indiana Wastewater Certified Operator Apprenticeship Program, which has been approved by the Department of Labor. The Authority supports the wastewater apprenticeship program through state funding programs and CWSRF Technical Assistance funding.

LT 15 Goal: Conduct outreach that includes presenting at workshops and conferences to advertise the availability of additional funding, including assistance available to disadvantaged communities through the CWSRF Loan Program.

#### **IV. Financial Status of the CWSRF Fund**

##### ***A. Sources and Uses of Funds***

Capitalization Grants, Guarantee Revenue Bond proceeds and State Match Revenue Bond proceeds are used to capitalize the CWSRF Loan Program. The majority of bond proceeds are, in turn, loaned to Participants for eligible projects. The CWSRF Loan Program utilizes its Capitalization Grants to serve as security for Guarantee Revenue Bonds issued by the State, the proceeds of which are loaned to Participants. Earnings on the Capitalization Grants serve as a source of payment for Guarantee Revenue Bonds and State Match Revenue Bonds issued by the State.

As required by 40 CFR 35.3135 (c), Exhibit E, Intended Uses of the Funds, identifies the intended uses of the funds held in CWSRF Loan Program accounts, and how those uses support the goals of the CWSRF Loan Program. Exhibit E also demonstrates how the

Authority meets the requirements of 40 CFR 35.3135(d) by using all the funds in the CWSRF Loan Program in an expeditious and timely manner.

### ***B. Available Funds***

During SFY 2025, the State intends to provide funds to continue meeting existing loan commitments and to make additional loans for new projects by causing additional Guarantee Revenue Bonds and State Match Bonds to be issued. The issuance of these bonds will occur as, when and in amounts that are necessary for the State to meet the cash flow borrowing needs of existing and new loans. Binding Commitments are only made from the CWSRF Loan Program when a financial assistance agreement is entered into with a Participant.

The Authority expects to seek and be awarded the FY 2025 CWSRF Base Program Capitalization Grant, the FY 2025 CWSRF General Supplemental Capitalization Grant and the FY 2024 CWSRF Emerging Contaminant Capitalization Grant when they are made available by the EPA. The Authority anticipates a Base Program FY 2025 grant in the amount of approximately \$19,674,000<sup>1</sup>, a FY 2025 CWSRF General Supplemental grant in the amount of \$54,807,000<sup>1</sup>, and a FY 2024 CWSRF Emerging Contaminant grant in the amount of \$5,124,000. When added to the funds currently available to the State, the State estimates that it could, in aggregate, generate additional funds for lending in an amount sufficient to fund the majority of projects that have been scored and ranked on the SFY 2025 CWSRF Loan Program PPLs. The Authority has provided the needed State Match of 20%, or \$3,934,800<sup>1</sup> to meet the requirements of the FY 2025 CWSRF Base Program and 20%, or \$10,961,400<sup>1</sup>, to meet the match requirements of the CWSRF General Supplemental Program. State match is not required for the CWSRF Emerging Contaminant Grant.

The maximum amount of funding available for loans depends on:

- Demand for the CWSRF Loan Program, as evidenced by projects;
- Participant's readiness-to-proceed, as evidenced by completion of a PER and other steps necessary to secure a CWSRF Loan Program loan within SFY 2025; and
- The capacity of the CWSRF Loan Program to issue additional Guarantee Revenue Bonds and State Match Revenue Bonds to generate additional loanable funds, which requires sufficient cash flows to repay them.

The Authority's CWSRF Loan Program is an established and highly-rated borrower in the national bond market and has issued Revenue Bonds to finance the CWSRF Loan Program. These bond issues have also provided the needed State Match funding and provided funds for loans. The required match for the CWSRF Base Program and the CWSRF General Supplemental Program will come from the 2022B SRF Program Bonds (\$32,000,000 deposited and disbursed on September 8, 2022). In addition, the State has deposited and disbursed State Match in excess of that required to meet the match requirements of these FY

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<sup>1</sup> Based on previous year's allotment

2025 Capitalization Grants, which will be banked toward future grants. The balance of the bond proceeds, not available for loans, are used for reserve funds, administrative expenses, costs of issuance, etc.

### ***C. Allocation of Available Funds***

Projects will be financed subject to the availability of funds, readiness to proceed, and the ability of the Participant to comply with the conditions set forth in the State's Binding Commitment with the Participant and CWSRF Loan Program requirements.

Disbursements of CWSRF Loan Program funds will be made on a cost-incurred basis in accordance with the CWA and state law.

### ***D. Capitalization Grant Draw Process***

The Authority's Grant Draw Process as of February 1, 2017, is presented in Exhibit F, Capitalization Grant Draw Process.

### ***E. Other Types of Assistance Provided***

#### Pooled Financing

The SRF Pooled Loan Program supplements the CWSRF Loan Program. Participants in the SRF Pooled Loan Program are eligible for financing at the same "AAA" interest rate available to the SRF Loan Program at the time of the Participant's loan closing. Most Participants realize substantial savings when compared to their "open market" rate. Since the SRF Pooled Loan Program supplements the CWSRF Loan Program, the State has the right to blend a large project with assistance from the SRF Pooled Loan Program. For instance, the State may require non-construction loans (i.e. planning and design) to be funded by the SRF Pooled Loan Program. Furthermore, the State may require requests for additional funding to be financed through the SRF Pooled Loan Program.

The Authority will consider refinancing, commensurate with federal and state law, where (a) a Participant is proposing a new clean water project that will result in a significant improvement in water quality and (ii) as a result of state law or other restrictions on the Participant (including existing bond ordinance, trust indenture or credit agreement provisions), a refinancing of the existing debt is necessary or convenient as a matter of law or prudent fiscal or credit policy.

#### Indiana Water Infrastructure Assistance Program

Beginning in SFY 2021, the Authority began the administration of the Water Infrastructure Assistance Program as authorized by IC 5-1.2-14. The purpose of this State funded program is to establish the water infrastructure assistance fund as a source of money for grants, loans, and other financial assistance to, or for the benefit of, participants in the Program. The Water Infrastructure Assistance Program will be jointly administered with the SRF Loan Programs

and follow similar procedures, including shared applications and shared Project Priority Lists.

Selection preference of projects for receiving funding from the Water Infrastructure Assistance Fund include:

1. Projects that are ineligible for funding through the Clean Water or Drinking Water SRF Loan Program and/or Participants that are ineligible for funding through the Clean Water or Drinking Water SRF Loan Program.
2. Participants serving less than 3,200 customers. Forty percent (40%) of the fund will be set aside for these Participants.
3. Other Projects deemed appropriate by the Authority that meet the requirements of IC 5-1.2-14.

### Technical Assistance

The Bipartisan Infrastructure Law allows for the Authority to use an additional two (2%) percent of funds awarded to provide technical assistance to rural, small, and tribal publicly owned treatment works, particularly in disadvantaged communities (i.e. communities that meet the Affordability Criteria). The Authority will utilize up to 2% of the FY 2025 CWSRF General Supplemental Capitalization Grant, or approximately \$1,096,140<sup>2</sup> to fund the Alliance of Indiana Rural Water (a non-profit organization) to administer the Indiana Certified Operator Apprenticeship Program to provide training of skilled workers in small, disadvantaged communities and standardize training across Indiana for Certified Operators for wastewater systems. The Authority may use up to 2% from the FY 2025 CWSRF Base Program Capitalization Grant, or approximately \$ 393,480<sup>2</sup>, to engage professional services, which includes technical assistance providers, engineering firms, and financial institutions. Services provided will include: Assist the Authority with outreach associated with extending sewers to small unsewered communities; provide technical assistance to communities meeting Affordability Criteria; and engage residents directly within disadvantaged areas to identify needs that may be addressed by the SRF Loan Programs. The Authority retains the authority to utilize up to 2% of the Capitalization Grants awarded since FY 2022 for future needs.

### ***F. Additional Subsidization***

Additional Subsidization may be provided to eligible recipients under the terms and conditions of the current Capitalization Grant(s) and per the provisions of WRRDA. For the CWSRF Base Program Additional Subsidization may be in the form of forgiveness of principal, negative interest loans, grants, other forgiveness, and through buying, refinancing, or restructuring debt (or any combination of these). For programs under the Bipartisan

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<sup>2</sup> Based on previous year's allotment

Infrastructure Act Additional Subsidization may be in the forms of forgiveness of principal and grants.

It is the intent of the CWSRF Loan Program to provide Additional Subsidization in the form of principal forgiveness, but reserves the right to provide additional subsidy as set forth above. The CWSRF Loan Program has the authority to offer Additional Subsidization to or for the benefit of participants under Indiana Code 5-1.2-10-4. The CWSRF Loan Program has not set a cap on the amount of principal forgiveness that a community may receive.

**Additional Subsidization** may be provided through the FY 2025 Base Program Capitalization Grant as follows:

1. Ten (10%) percent, or \$1,967,400<sup>3</sup> of the Capitalization Grant shall be provided as Additional Subsidization to eligible recipients for initial financing for an eligible recipient or to buy, refinance, or restructure the debt obligations of eligible recipients only where such debt was incurred after the enactment of the FY 2025 Appropriations Act.
2. a) To benefit a municipality that meets the CWSRF Loan Program Affordability Criteria, as outlined in part G of this section; b) To benefit a municipality that does not meet the CWSRF Loan Program Affordability Criteria but seeks Additional Subsidization to benefit individual ratepayers in the residential user rate class; c) To implement a process, material technique, or technology that addresses water or energy efficiency goals, mitigates stormwater runoff, or encourages sustainable project planning, design and construction; or d) as permitted under the CWA. The allowable percentage is from ten (10%) percent to thirty (30%) percent of the FY 2025 Capitalization Grant (\$1,967,400 to \$5,902,200<sup>3</sup>) as set forth in the CWA.

**Additional Subsidization** may be provided through the FY 2025 CWSRF General Supplement Capitalization Grant as follows:

1. Forty-nine (49%) percent, or approximately \$26,855,430<sup>3</sup>, of the Capitalization Grant shall be provided as Additional Subsidization to a) benefit a municipality that meets the CWSRF Loan Program Affordability Criteria, as outlined in part G of this section; b) benefit a municipality that does not meet the CWSRF Loan Program Affordability Criteria but seeks Additional Subsidization to benefit individual ratepayers in the residential user rate class; c) implement a process, material technique, or technology that addresses water or energy efficiency goals, mitigates stormwater runoff, or encourages sustainable project planning, design and construction.

**Additional Subsidization** may be provided through the FY 2024 CWSRF Emerging Contaminant Capitalization Grant as follows:

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<sup>3</sup> Based on previous year's allotment.

1. One hundred (100%) percent, or approximately \$5,124,000<sup>4</sup>, of the Emerging Contaminants Capitalization Grant shall be provided as Additional Subsidization

The CWSRF Loan Program shall identify those communities who will receive Additional Subsidization (in the manner described above) and the amount of the Additional Subsidization prior to executing a financial assistance agreement. The CWSRF Loan Program seeks to ensure that disadvantaged communities have access to funds to improve their wastewater infrastructure to protect public health and improve water quality. All CWSRF Loan Program requirements must be complied with. In cases where a project cost exceeds principal forgiveness, base, or other applicable General Supplemental SRF loan funds may make up a portion or all the difference.

### ***G. Affordability Criteria***

The CWSRF Loan Program will use the below Affordability Criteria to assist in identifying applicants that would have difficulty financing projects without Additional Subsidization. The Affordability Criteria has been updated from requiring a community to have a “low” MHI to a more clearly defined MHI of “below 80% of the State MHI and opens consideration to projects that positively impact smaller areas of disadvantage within a wider community. This will allow the Authority to provide Additional Subsidization to a wider disadvantaged population. The Affordability Criteria will be evaluated on an annual basis to assure the Authority is targeting assistance to communities in need.

- a) **Median Household Income (MHI)** – applicants with an MHI below 80% of the State MHI, as established by the 2018-2022 American Community Five Year Survey<sup>5</sup> may receive Additional Subsidization. Projects that have a positive, direct impact on a census tract(s) or other targeted project area, which have an MHI below 80% of the State MHI, may also receive Additional Subsidization.
- b) **User rates** – applicants that have high post-project user rates may receive Additional Subsidization in advance of applicants with lower-post project user rates.
- c) **Unemployment data**<sup>6</sup> – unemployment data will be considered.
- d) **Population trends**<sup>6</sup> – population trends will be considered.
- e) **Other factors/data** deemed relevant by the CWSRF Loan Program may be considered, including but not limited to, projects that have a regional solution.

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<sup>4</sup> Based on previous year’s allotment.

<sup>5</sup> Also known as the 2022: ACS 5-Year Estimates

<sup>6</sup> Unemployment data and population trends will be considered and used as a “tie breaker” if communities are similarly situated.



These communities receive the lowest interest rate the State provides to CWSRF Loan Program Participants, and States may provide a range of ten (10%) percent to thirty (30%) percent of Additional Subsidization of the current Capitalization Grant and/or 35-year loan terms for the benefit of Disadvantaged Communities. The Authority will also provide forty-nine (49%) percent of the BIL Funded Capitalization Grants for the benefit of Communities that meet Affordability Criteria. BIL Funding includes General Supplemental, and Emerging Contaminant funds.

#### ***H. Transfers between CWSRF and DWSRF***

The Authority has retained the flexibility to permit 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 and the Safe Drinking Water Act (SDWA). Exhibit E, Intended Uses of the Funds, identifies transfer balances.

Any transfer would only be made between accounts established for like purposes and subject to like restrictions in the SRF Loan Programs and would be accounted for on a cumulative net basis. Consistent with prior transfers, the State expects that transfers would be from funds held in its Grant Equity account or other funds held in the SRF Loan Program and that such funds would be used to generate additional lending capacity under the leverage loan structure of the DWSRF Loan Program. The Authority would not expect such transfers to have a material impact on the capacity of the CWSRF Loan Program to finance projects during SFY 2025. Notwithstanding the foregoing, but subject to the Safe Drinking Water Act, the State retains the flexibility to transfer undrawn CWSRF Loan Program grants and/or to fund direct DWSRF Loan Program loans with transfers. The Authority would expect to only make transfers in a manner consistent with agreements related to outstanding Guarantee Revenue Bonds and State Match Revenue Bonds.

#### ***I. Interest Rates***

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

Indiana's CWSRF Loan Program uses a Base Interest Rate, which is re-set on the first business day of each January, April, July, and October. The Base Rate is calculated by using 90 percent of the daily 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 on the basis of the MHI for the project area from the 2018-2022 American Community Five Year Survey and projected user rates.

The Participant's financial information is reviewed by the CWSRF Loan Program to finalize a CWSRF Loan Program interest rate. The Participant's rate consultant completes a rate study before a rate ordinance is adopted by the Participant's governing body.

Participants that delay the repayment of new debt around existing debt service may be charged 25 additional basis points to help offset the additional subsidy they are afforded. The CWSRF Loan Program has the discretion to waive the extra charge for Participants. Any Participant proposing to use a “wrap structure” will be required to justify it by showing a substantial, positive effect on User Rates.

In SFY 2025 the CWSRF Loan Program will continue to offer loans with extended term financing. More information on extended term financing can be found in Section J of this document. Participants that qualify for and opt to close a loan with extended term financing will receive an increased interest rate as shown:

<u>Loan Term</u>	<u>Interest Rate Increase</u>
21-25	+0.1%
26-30	+0.2%
31-35	+0.3%

***J. Terms***

**Standard 20 Year Term Loans**

Consistent with applicable law, standard CWSRF Loan Program loans will be structured so that there are at least annual principal repayments commencing one year after expected completion of the project, and a final principal payment no later than 20 years or the useful life of the project, whichever is shorter after expected completion of the project. The CWSRF Loan Program may offer Participant’s 30-year loan terms at its discretion provided the useful life of the project is equal to or greater than 30 years. Additionally, the State expects level debt service payments except in limited circumstances, such as where CWSRF Loan Program debt service is wrapped around existing debt on the basis of user rate affordability. Executing a CWSRF Loan Program loan on any basis other than level, aggregate annual debt service is subject to additional State review and approval.

**Loan Terms That Exceed 20 Years**

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.

***K. Cross-collateralization of the CWSRF with the DWSRF***

To the extent permitted by the CWA and the SDWA, and their incumbent regulations, 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. States may not combine the assets of the SRF programs as security for bond issues to acquire State match for either program.

This cross-collateralization arrangement maximizes the security for bonds issued by the State to capitalize the SRF Loan Programs. Accordingly, this could relate to and affect all types of funds held in them. The Authority would expect 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. To date, no transfers of this nature have been made.

The Authority would expect to retain the flexibility to reimburse, on a cumulative net basis, any transfers made under a cross-collateralization arrangement. Because such a cross-collateralization arrangement is a contingent security concept and transfers are not expected or planned to occur, the State would not expect this to negatively affect the funding capacity of the SRF Loan Programs. However, if such transfers occur and are not reimbursed, it may affect the burdened fund's ability to make some volume of additional loans it otherwise might have been able to make.

#### ***L. Fees Assessed on Recipients***

The Authority assesses Participants a Loan Closing Fee of \$2,000<sup>7</sup> to offset loan processing costs incurred by the CWSRF Loan Program. The Authority reserves the right to waive this fee for communities receiving additional subsidization or meeting other priorities of the CWSRF Loan Programs. The CWSRF Loan Program may also assess a Non-Use Fee on funds not used for Project costs two years following the loan closing in order to encourage prompt use of funds. Participants must use non-SRF monies to fund payment of this fee, thus these funds are non-program income. The total dollar amount in the CWSRF Administrative Fee Account as of July 1, 2024, was \$13,110.28.

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

It is the intention of the Authority to use the accumulated CWSRF Fees for the allowable purposes outlined in the EPA Fee Policy dated October 20, 2005, and as permitted under 40 CFR Part 35. The allowable purposes include the use of the CWSRF Fees for projects, needs, costs or expenses that support or further the goals, purposes, or objectives of the CWA; for state match; for other water quality related purposes; for combined financial administration of the CWSRF and DWSRF Funds where the programs are administered by the same state agency as is the case in Indiana and for all other permitted uses. A detailed summary of the actual use of the CWSRF Fees will be provided in Exhibit K of the CWSRF Annual Report.

The CWSRF Fee charged by the Authority will be separately stated from interest charges imposed in respect of financial assistance structured in the form of a loan; provided however,

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<sup>7</sup> This fee will be increased from \$1,500 to \$2,000 on 7/1/2024

as set out in its standard forms of 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 CWSRF 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 of any scheduled interest payment is due and prior to deposit of any interest payment in the SRF Fund.

The total amount in the CWSRF Fee Account as of July 1, 2024, was \$39,229,152, of which \$10,107,445 remain available for award to future Clean Water projects.

***M. CWSRF Financial Planning and Long-term Financial Health***

The Authority employs financial advisor, Public Financial Management, Inc., to periodically evaluate the financial status and health of the CWSRF Loan Program and make recommendations that support sustainability.

***N. Assurances, Specific Proposals***

The Authority provides the necessary assurances and certifications under its present Operating Agreement with the EPA; however, as required by 40 CFR 35.3150(b) (4), the State further certifies that it will:

- a) Perform environmental reviews in accordance with federal law and state law.
- b) Enter into Binding Commitments with Participants for projects in amounts equal to at least 120 percent of each federal Capitalization Grant payment within one year of the receipt of each such payment in accordance with Section 602(b)(3) of the CWA. As of July 1, 2024, Binding Commitments exceeded 120 percent of all grants awarded to date (that is, FY 1994 through 2024), significantly in advance of the foregoing Binding Commitment deadlines. Further, such Binding Commitments would exceed 200 percent of Capitalization Grants. Such amounts are banked toward meeting future Binding Commitment requirements.
- c) Expend all CWSRF Loan Program funds in a timely and expeditious manner in accordance with Section 602(b)(4) of the CWA. As demonstrated by Exhibit E, the State has used all CWSRF funds in a timely and expeditious manner and will continue to do so.
- d) Use first the Capitalization Grants, the State Matches, and whatever loan repayments are required to be so used to assure maintenance of progress toward compliance with enforceable deadlines, goals, and requirements of Section 602(b) (5) of the CWA and to this end, the State asserts that all national municipal policy projects in Indiana have been funded and are in compliance or have an enforceable schedule, an enforcement action filed or a funding commitment.

In accordance with Section 606(b) of the Clean Water Act, the Authority, hereby affirms that it retains an independent auditor to review and audit the use of funds deposited in the CWSRF Loan Program in accordance with the auditing procedures of the federal General Accounting Office, the requirements of the federal Single Audit Act, and the federal Office of Management and Budget's "Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards".

#### ***O. Administrative Expenses***

Pursuant to Section 603(d)(7) of the CWA, the CWSRF Loan Program may cover the reasonable costs of administering the fund utilizing one of the following, whichever is greatest, plus any fees collected by the CWSRF Loan Program.

- An amount equal to 4 percent of all grant awards received, less any amounts used in previous years.
- \$400,000 per year; or
- 1/5% of the current valuation of the fund.

The CWSRF Loan Program intends to take an amount equal to 4 percent of all Capitalization Grant awards received (including Base, General Supplemental, and Emerging Contaminants grants), less any amounts used in previous years to offset CWSRF Loan Program costs, including administrative, legal, and financial fees and expenses, to operate the CWSRF Loan Program in perpetuity. Exhibit E: Intended Uses of Funds identifies the balance of the CWSRF Program's four-percent administrative expense limit remaining to meet its continuing needs.

#### **V. Public Participation**

Public notice is made through the SRF Loan Program website, [www.srf.in.gov](http://www.srf.in.gov). The CWSRF Loan Program has public noticed the IUP on the SRF Loan Program website from September 10, 2024, through October 1, 2024. See Exhibit G for the public notice memo. No public comments were received.

Each quarter, the PPLs are public noticed for a three-week period. Further details on public notices of the PPLs can be found in Exhibit B. Copies of this proposed IUP and PPLs are available to the public upon request. The IUPs and PPLs are also posted on the SRF Loan Program website, and the public is encouraged to provide comment.

The Authority provides outreach to various groups, and organizations associated with Indiana communities by presenting at relevant conferences (Regional meetings conducted by the Authority or the Authority's contractors, AWWA, EWIG, etc.) and informing the public of the public review comment period of the CW IUP through targeted mailings. Subscribers to the Indiana SRF newsletter received notice of the IUP being available for public review. To receive a copy of the Newsletter and other announcements register at:

[www.in.gov/core/subscriptions.html](http://www.in.gov/core/subscriptions.html).

The CWSRF Loan Program will respond to any substantive SFY 2025 IUP comment or concern.

This IUP, including the PPLs, may be amended during SFY 2025 in accordance with federal and state law. As described in Exhibit B, the State intends to amend the PPLs quarterly during SFY 2025. The IUP may also be amended from time-to-time to reflect any minor changes which constitute data revision or clarification.

## Exhibit A

### CWSRF Loan Program Definitions

Terms used in this document have the following meanings:

**Additional Subsidization** means to provide assistance from the CWSRF Based Program in the form of principal forgiveness, negative interest rate loans, grants, other forgiveness, and through buying, refinancing, or restructuring debt (or any combination of these) in accordance with the Clean Water Act (CWA) Section 603(i) as amended by the Water Resources Reform and Development Act of 2014 (WRRDA) and the terms and conditions of the current Capitalization Grants. Additional Subsidization from the CWSRF General Supplemental Program may be provided in the form of principal forgiveness, and grants. Priority for additional subsidies may be given to communities that could not otherwise afford such projects and as set forth in this IUP.

**American Iron and Steel (AIS)** means Section 608 of the CWA , which codifies the “American Iron and Steel (AIS)” requirement previously set forth in EPA’s SRF appropriations that requires Clean Water State Revolving Loan Fund (CWSRF) assistance recipients, absent a waiver, to use iron and steel products that are produced in the United States for projects for the construction, alteration, maintenance, or repair of a public water system or treatment works if the project is funded through an assistance agreement.

**Asset Management Program (AMP)** means the program developed and implemented by the Participant demonstrating that it has the technical, managerial, legal and financial capability to operate and maintain its water and/or wastewater system. AMPs shall be inclusive of the requirements of the Fiscal Sustainability Plan requirements for Wastewater projects. As of July 1, 2024, the AMP certification includes the requirement to complete an annual cyber security vulnerability assessment.

**Bipartisan Infrastructure Law (BIL)** means Public Law 117-58, signed into law on November 15, 2021. The Law includes additional provisions and funding to supplement the SRF Loan Programs.

**Binding Commitment** means a closed CWSRF loan.

**Build America Buy America (BABA)** means Public Law 117-58 which requires all DWSRF Equivalency assistance recipients, absent a waiver, to document that all iron, steel, manufactured products, and construction materials used in the project are produced in the United States

**Bypass Process** means the procedure which allows the State to bypass projects identified in a Fundable Range if the Authority determines that there may be insufficient resources to fund all loans on the PPL during the SFY. It allows other projects originally identified outside the fundable range to be funded when higher-priority projects have not yet progressed to a stage allowing for loan closing.

**Capitalization Grant** means a federal grant, as evidenced by an agreement with the United States Environmental Protection Agency that provides funds to capitalize the CWSRF Loan Program.

**Clean Water Act (CWA)** means the Federal Water Pollution Control Act (FWPCA), 33 U.S.C. 1251 et seq., in effect on January 1, 1989, amended December 16, 1996, and further amended by the WRRDA, in effect on June 10, 2014.

**Clean Water State Revolving Fund (CWSRF) Loan Program** means the State's revolving fund loan program for wastewater infrastructure established under and pursuant to IC 5-1.2-10 and the programs afforded thereby. The CWSRF Loan Program includes both CWSRF Base Program Funding and the CWSRF General Supplemental Funding.

**CWSRF Base Program Funding** means the State's Clean Water State Revolving Fund created in accordance with the CWA and state law, funded through the annual federal appropriation bill.

**CWSRF General Supplemental Funding** is a fund source through the BIL with the same eligibilities as the CWSRF Loan Program.

**CWSRF Emerging Contaminants Funding** is a fund source through the BIL for eligible uses under section 603(c) of the CWA that address emerging contaminants.

**CWSRF Technical Assistance** means an additional use of the CWSRF Capitalization, allowing for two percent (2%) of each allotment (Base Program Funding, CWSRF General Supplemental Funding, and CWSRF Emerging Contaminant Funding) to be utilized to provide technical assistance to communities.

**Cost and Effectiveness** means an evaluation of the processes, materials, techniques, and technologies for carrying out the proposed project or activity for which assistance is sought under this program and documentation that the selected alternative maximizes the potential for efficient water use, reuse, recapture, and conservation, and energy conservation, taking into account the cost of constructing the project or activity; the cost of operating and maintaining the project or activity over the life of the project or activity; and the cost of replacing the project or activity.

**Drinking Water SRF (DWSRF)** means the State's Drinking Water State Revolving Fund created in accordance with the SDWA and state Law.

**Emerging Contaminants** means substances and microorganisms, including manufactured or naturally occurring physical, chemical, biological, radiological, or nuclear materials, which are known or anticipated in the environment, that may pose newly identified or re-emerging risks to human health, aquatic life, or the environment.

**Environmental Protection Agency (EPA)** means the federal agency responsible for promulgating regulations to implement environmental statutes including the Clean Water Act and from which the CWSRF receives capitalization grants.



**Equivalency Project** means a project or projects in an amount equal to the current Capitalization Grant(s). Equivalency Projects must comply with all the following: a) FFATA reporting requirements, b) Single Audit Act, c) Federal Cross Cutters, d) Disadvantaged Business Enterprise, e) 40 U.S.C. Chapter 11 Procurement for Architectural and Engineering Services, f) Prohibition of Certain Telecommunication and Video Surveillance Services, and g) Build America, Buy America when the requirement effective May 14, 2022.

**Federal Fiscal Year (FFY)** means the fiscal beginning October 1<sup>st</sup> and ending September 30<sup>th</sup>.

**Fiscal Sustainability Plan (FSP)** a plan that is consistent with SRF Policy Guidelines includes (a) an inventory of critical assets that are a part of the treatment works; (b) an evaluation of the condition and performance of inventoried assets or asset groupings; (c) a certification that the Participant has evaluated and will be implementing water and energy conservation efforts as part of the plan; and (d) a plan for maintaining, repairing, and, as necessary, replacing the treatment works and a plan for funding such activities. Fiscal Sustainability Plan requirements shall be included in the required AMP, and an AMP certification will meet the requirements of both AMP and FSP.

**Fiscal Year (FY)** means the fiscal year for the year indicated.

**Fundable Range** means an estimated current loan capacity which is determined by various assumptions. Defined at the commencement of the SFY, it determines which projects on the PPL are expected to receive assistance from the available funds subject to the CWSRF's Bypass Process.

**Green Project Reserve (GPR) Sustainability Incentive Program** means assistance in the form of interest rate discounts to address green infrastructure, water or energy efficiency improvements, other environmentally innovative activities, or climate resiliency planning.

**Guarantee Revenue Bonds** means one or more series of revenue bonds issued from time-to-time by the State to fund the CWSRF Loan Program. Federal capitalization grants provide security for, and the CWSRF is the source of revenue for, the payment of Guarantee Revenue Bonds. Guarantee Revenue Bond net proceeds are loaned to Participants to finance projects.

**Indiana Department of Environmental Management (IDEM)** means the State environmental regulatory agency.

**Indiana Finance Authority (Authority)** means the State entity that administers the Indiana SRF Loan Programs pursuant to IC 5-1.2-3.

**Intended Use Plan (IUP)** means a plan prepared by the Authority identifying the intended uses of the amount of funding available to the Clean Water SRF. The IUP shall include all requirements set forth in the CWA.

**Median Household Income (MHI)** means the average annual income for a given region as determined by the federal census data.

**Municipal Market Data (MMD)** means the composite index used in pricing municipal bonds.

**Nonpoint Source (NPS)** means water pollution from diffuse, rather than discrete sources. It is caused by precipitation moving over or through the ground.

**Participant** means a political subdivision, Municipal Corporation, special taxing district, sanitary/conservancy district, regional water, sewer, or waste district, or any other separate local governmental entity. “Political Subdivision” is more specifically described in IC 36-1-2-13, and, any other owner of a Treatment Works that is authorized by the CWA to borrow from the CWSRF.

**Preliminary Engineering Report (PER)** means the document(s) submitted by the Participant that provides the information necessary for the CWSRF Loan Program to determine the technical, economic and environmental adequacy of a project.

**Pre-Planning Meeting** means an initial meeting held with a Participant to gain an understanding of the Participant’s needs and to explain CWSRF Loan Program requirements.

**Project Priority List (PPL)** ranks, in descending priority of need, projects for which Participants have requested financial assistance from the CWSRF for eligible expenses. It includes projects that are preliminarily scored and unranked as well as those that are scored and ranked on the basis of needs, prepared pursuant to Section 216 of the Clean Water Act. The PPL is created by the Program, updated quarterly, and may be amended as necessary.

**Project** means the wastewater infrastructure project and NPS project proposed by Participants for CWSRF financing, which will be reviewed for qualification and ranking under Section 212 or Section 319 of the Clean Water Act.

**Readiness to Proceed** means projects that are ready for CWSRF Loan Program financing. Steps towards “project readiness” can be demonstrated by: (1) Submitting a PER; (2) Obtaining PER Approval, a construction permit, and bidding the project pursuant to the CWSRF Loan Program established timeframes; and (3) Initiating the steps required by State statute and the CWSRF Loan Program to proceed with a financial closing with the CWSRF Loan Program. This involves completing the steps required to issue valid bonds, retaining a nationally recognized bond counsel to issue its unqualified, approving opinion on the validity of the bonds at closing and demonstrating the ability to repay the CWSRF Loan Program loan.

**Scoring and Ranking System** means the priority ranking system; a system by which the CWSRF Loan Program staff evaluates and ranks projects for listing on the CWSRF Loan Program PPL.

**State** means the State of Indiana.

**State Fiscal Year (SFY)** means the period of time beginning July 1<sup>st</sup> and ending June 30<sup>th</sup>.

**State Match** means the State’s commitment to provide matching funds equal to 20 percent of federal capitalization grants from the CWSRF Base Program and the State’s commitment to provide match funds equal to 10 percent of the federal capitalization grants from the CWSRF General Supplemental Program.

**State Match Revenue Bonds** means one or more series of revenue bonds issued by the Indiana Finance Authority as needed to fund its State Match.

**State Revolving Fund (SRF) Loan Programs or SRF Loan Programs** means both the CWSRF and DWSRF Loan Programs.

**Treatment Works** means any devices and systems used in the storage, treatment, recycling, and reclamation of municipal sewage or industrial wastes of a liquid nature to implement section 201 of the CWA or necessary to recycle or reuse water at the most economical cost over the estimated life of the works, including intercepting sewers, outfall sewers, sewage collection systems, pumping power, and other equipment, and their appurtenances; extensions, improvements, remodeling additions and alterations thereof; elements essential to provide a reliable recycled supply such as standby treatment units, and clear well facilities; and acquisition of the land that will be integral part of the treatment process (including land use for the storage of treated wastewater in land treatment systems prior to land application) or will be used for ultimate disposal of residues resulting from such treatment and acquisition of other land, and interests in land, that are necessary for construction.

Exhibit B  
Project Priority Lists

This Exhibit shows all Project Priority Lists published up to the date of this plan.

Project Priority Lists are updated on a quarterly basis and posted for public notice for three weeks at each quarter. The public is encouraged to provide comment.

**SFY 2025 - Clean Water (Large Systems)**  
 Indiana Clean Water State Revolving Fund (CWSRF) Loan Program  
 SFY 2025 Project Priority List, September 12, 2024, 1st Quarter Final\*  
 Projects Applying for Financial Assistance in State Fiscal Year 2025 (July 1, 2024 - June 30, 2025)  
 Population 10,000 or Greater

PPL Rank <sup>1</sup>	PPL Score	Participant	MHI <sup>2</sup>	Population Served	NPDES No.	SRF Project No.	Project Description	Estimated Green Project Reserve Cost	Green Project Reserve Category <sup>3</sup>	Current User Rate (per 4,000 gallons) <sup>2</sup>	Estimated Post-Project User Rate (per 4,000 gallons) <sup>2</sup>	Participant meets SRF's Affordability Criteria <sup>4</sup> (Yes/No)	Project Addresses §319 of the CWA (Yes/No)	Requested Funds	Cumulative Requested Funds	SFY 2025 Fundable Range (\$100 Million)
1	125	Fort Wayne	\$36,814	270,402	IN032191	WW24060216	CSO Correction, Septic Elimination, and Collection System, Treatment and Stormwater Improvements	TBD	EE, EI	\$57.24	\$57.24	Yes	Yes	\$42,000,000	\$42,000,000	Fundable Range \$100 Million (Borrowers are Eligible for up to \$20 Million or 6 Standard Bids)
2	90	Crown Point	\$86,671	11,000	IN0023183	WW21394507	Collection System Improvements (Downtown Interceptor)	0	N/A	\$44.28	\$75.28	No	No	\$59,694,000	\$101,694,000	
3	88	Peru - Mississinewa Lake	\$44,665	11,037	IN0032328	WW23225203	Regionalization with State Park and Septic Elimination	TBD	CR	\$36.48	\$36.48	Yes	Yes	\$39,990,000	\$141,684,000	
4	83	Gary Sanitary District	\$36,874	148,524	IN0022977	WW 23154501	Collection System Improvements	\$0	N/A	\$34.00	TBD	Yes	No	\$14,400,000	\$156,084,000	
5	75	Elkhart	\$40,346	53,923	IN0025674	WW24182006	CSO Correction	TBD	GI, EE	\$48.97	\$76.80	Yes	No	\$36,819,000	\$192,903,000	
6	74	Peru	\$44,665	11,073	IN0032328	WW22605201	CSO Correction (CSO 011 Separation)	\$0	N/A	\$36.48	\$123.97	Yes	No	\$3,134,000	\$196,037,000	
7	74	Portage	\$73,922	37,926	IN0024368	WW23536404	Collection System and Treatment Improvements	\$6,555,000	EE	\$36.00	\$45.77	No	No	\$31,000,000	\$227,037,000	
8	72	Evansville	\$49,853	117,298	IN0033073	WW22678222	CSO Correction (Bee Slough)	\$0	N/A	\$70.15	\$70.15	Yes	No	\$43,700,000	\$270,737,000	
9	71	Peru	\$44,665	11,073	IN0032328	WW22605202	CSO Correction (CSO Storage)	\$0	N/A	\$36.48	\$123.97	Yes	No	\$81,200,000	\$351,937,000	
10	70	Citizens Water Authority, Inc.	\$37,494	836,630	IN0023183	WW23344903	Collection System Improvements	TBD	TBD	\$53.62	TBD	Yes	No	\$28,392,000	\$380,329,000	
11	68	Lowell	\$77,375	26,118	IN0023621	WW2444502	Treatment Improvements	\$0	N/A	\$50.40	TBD	No	No	\$53,000,000	\$433,329,000	
12	67	Fort Wayne	\$66,222	270,402	IN032191	WW24460217	Biosolids Regionalization Planning and Design	TBD	EI	\$57.24	\$57.24	No	Yes	\$6,000,000	\$439,329,000	
13	66	Griffith	\$74,350	16,528	IN0023060	WW23504501	Collection System Improvements	\$0	N/A	\$21.25	TBD	No	No	\$32,280,000	\$471,609,000	
14	65	Jasper	\$70,152	16,703	IN0020834	WW23421902	Collection System Improvements and New Treatment	\$0	N/A	\$43.18	\$47.67	No	No	\$17,581,000	\$489,190,000	
15	63	Richmond	\$47,766	35,720	IN0025615	WW23408910	CSO Correction	\$0	N/A	\$52.24	\$72.27	Yes	No	\$27,678,000	\$516,868,000	
16	63	Huntington	\$49,179	17,022	IN023132	WW24153509	CSO Correction	TBD	EE	\$75.60	TBD	Yes	No	\$26,829,000	\$543,697,000	
17	63	Citizens Water Authority, Inc.	\$59,110	836,630	IN0023183	WW16274906	CSO Correction	TBD	CR	\$44.32	\$44.32	No	No	\$80,000,000	\$623,697,000	
18	56	Kokomo	\$54,918	59,604	IN0032875	WW24383406	CSO Correction	\$0	N/A	\$34.32	\$40.47	No	No	\$33,663,000	\$657,360,000	
19	56	Evansville	\$77,026	117,298	IN0033073	WW24198223	Collection System Improvements (Carpentier Creek)	\$0	N/A	\$70.15	TBD	No	No	\$60,091,000	\$717,451,000	
20	51	Logansport	\$48,122	18,310	IN0023604	WW23460910	Treatment Improvements	\$0	N/A	\$29.25	\$39.50	Yes	No	\$20,750,000	\$738,201,000	
21	50	Brownsburg	\$76,722	28,973	IN0021245	WW23453205	CSO Correction (Phase I)	\$0	EE	\$37.59	\$37.59	No	No	\$8,085,000	\$746,286,000	
22	49	Columbus	\$75,114	50,474	IN0032573	WW24330309	Collection System and Treatment Improvements	\$2,200,000	EE	\$40.37	TBD	No	No	\$13,549,000	\$759,835,000	
23	47	Huntington	\$69,102	17,022	IN0023132	WW22413508	Collection System Improvements and Regionalization with Dawn Lakes	TBD	EE	\$95.00	\$124.00	No	No	\$7,400,000	\$767,235,000	
24	45	Speedway	\$57,431	22,856	IN0032972	WW23294903	Collection System Improvements	TBD	EE	\$39.64	\$39.64	No	No	\$7,625,000	\$774,860,000	
25	39	Newburgh	\$67,772	19,143	IN0023892	WW24128707	Treatment Improvements (Phase I)	TBD	CR	\$55.98	\$90.30	No	No	\$29,834,000	\$804,694,000	
26	37	Indianapolis Department of Public Works	\$59,688	964,582	INS040001	WW23524901	Flood Damage Risk Reduction	TBD	CR	\$1.40	\$1.45	No	No	\$90,259,000	\$894,953,000	

27	37	Huntersville	\$102,067	13,600	IN0064289	WW23370202	Treatment Improvements	\$3,625,782	EE, CR	\$60.62	\$60.62	No	No	\$11,843,000	\$906,796,000
28	32	Sellersburg	\$104,821	10,057	IN0020419	WW24481002	Regionalization with Borden (Segment 2)	\$0	N/A	\$35.32	TBD	No	No	\$8,426,000	\$915,222,000
29	32	Sellersburg	\$104,821	10,057	IN0020419	WW24481003	Regionalization with Deam Lake SRA (Segment 3)	\$0	N/A	\$35.32	TBD	No	No	\$13,365,000	\$928,587,000
30	27	Sellersburg	\$104,821	10,057	IN0020419	WW24481004	Collection System Improvements (Segment 4)	\$0	N/A	\$35.32	TBD	No	No	\$13,485,000	\$942,072,000
31	26	Jeffersonville	\$67,566	52,497	IN0023302	WW24371012	Treatment Improvements	\$0	N/A	\$50.25	\$50.25	No	No	\$13,361,000	\$955,433,000
32	21	Columbus	\$75,114	50,474	IN0032573	WW21480309	Collection System Improvements	TBD	EE	\$34.94	\$40.37	No	No	\$20,000,000	\$975,433,000
33	14	Ben Davis Conservancy District	\$49,103	11,000	IN0023183	WW18134901	New Treatment	\$0	N/A	\$47.30	\$59.00	Yes	No	\$22,000,000	\$997,433,000
--	30	Fall Creek Rural Waste District	\$74,423	25,000	IN0049026	WW24044804	Treatment Improvements	\$2,750,000	EI	\$41.09	\$45.98	No	No	\$2,750,000	\$1,000,183,000
								<b>\$15,130,782</b>						<b>\$1,000,183,000</b>	

PPL Rank <sup>1</sup>	PPL Score	Participant	MHI <sup>2</sup>	Population Served	NPDES No.	SRF Project No.	Project Description	Estimated Green Project Reserve Cost	Green Project Reserve Category <sup>3</sup>	Current User Rate (per 4,000 gallons) <sup>2</sup>	Estimated Post-Project User Rate (per 4,000 gallons) <sup>2</sup>	Participant meets SRF's Affordability Criteria <sup>4</sup> (Y/N)	Project eligible under §319 of the CWA (Yes/No)	Estimated Total Project Cost	Cumulative Requested Funds
Application Only	Greenfield		\$57,950	23,488	IN0020109	WW23123002	Collection System Improvements	\$0	N/A	\$54.61	\$65.08	No	No	\$2,575,000	\$2,575,000
<b>TOTAL REQUESTED FUNDS - APPLICATIONS ONLY</b>								<b>\$0</b>						<b>\$2,575,000</b>	

<b>TOTAL REQUESTED FUNDS - PERs &amp; APPLICATIONS</b>								<b>\$15,130,782</b>						<b>\$1,002,758,000</b>	
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**Footnotes:**

- <sup>1</sup> A community must submit a complete Preliminary Engineering Report to the CWSRF Loan Program by April 1, 2024 in order for the project to be scored and ranked on the Project Priority List (PPL).
- <sup>2</sup> Additional subsidization may be provided to participants who have a low Median Household Income (MHI) and/or high post-project user rates, as outlined in the Intended Use Plan (IUP). The amount of the additional subsidization shall be determined and set forth in the financial assistance agreement.
- <sup>3</sup> EE = Energy Efficiency, EI = Environmentally Innovative, GI = Green Infrastructure, WE = Water Efficiency, CR = Climate Resiliency.
- <sup>4</sup> SRF's Affordability Criteria is defined as a loan participant "below 80% of the State MHI and opens consideration to projects that positively impact smaller areas of disadvantage within a wider community." See SRF's Clean Water Intended Use Plan for additional information.
- \* The SFY 2025 1st Quarter Project Priority List Draft was published on June 17, 2024 for a 3-week public comment period.

**SFY 2025 - Clean Water (Small Systems)**

Indiana Clean Water State Revolving Fund (CWSRF) Loan Program  
 SFY 2025 Project Priority List, July 12, 2024, 1st Quarter Final\*  
 Projects Applying for Financial Assistance in State Fiscal Year 2025 (July 1, 2024 - June 30, 2025)  
 Population Less than 10,000

PPL Rank <sup>1</sup>	PPL Score	Participant	MHI <sup>2</sup>	Population Served	NPDES No.	SRF Project No.	Project Description	Estimated Green Project Reserve Cost	Green Project Reserve Category <sup>3</sup>	Current User Rate (per 4,000 gallons) <sup>2</sup>	Estimated Post-Project User Rate (per 4,000 gallons) <sup>2</sup>	Participant Meets SRF's Affordability Criteria <sup>4</sup> (Yes/No)	Project Addresses §319 of the CWA (Yes/No)	Requested Funds	Cumulative Requested Funds	SFY 2025 Fundable Range (\$150 Million)
1	109	Rockport	\$53,323	4,690	IN0061662 IN0021067	WW23417403	Collection System and Treatment Improvements	TBD	EE, CR	\$40.68	\$115.12	Yes	No	\$5,000,000	\$5,000,000	Fundable Range \$150 Million <small>(Borrowers are Eligible for up to \$200 Million or a Subsidized Rate)</small>
2	98	Winamac	\$53,006	2,318	IN0020516	WW22076602	Septic Elimination, New Collection System, and Regionalization with Tippecanoe River State Park	\$488,500	EE, CR	\$60.46	\$60.46	Yes	Yes	\$12,900,000	\$17,900,000	
3	96	Clay County (Coalmont) Regional Sewer District	\$57,691	354	N/A	WW24361101	Septic Elimination, New Collection System, and Regionalization with the City of Jasonville	\$0	N/A	\$0.00	\$100.00	No	Yes	\$3,065,000	\$20,965,000	
4	95	LaPorte County Regional Sewer and Water District	\$90,459	1,226	IN0020931	WW22224604	Septic Elimination, New Collection System, and Treatment Improvements (Phases 2 and 3 - Hudson Lake)	\$0	N/A	N/A	TBD	No	Yes	\$35,000,000	\$55,965,000	
5	94	Northwest Shelby County Regional Sewer District	\$53,179	998	IN0047490	WW22597301	Septic Elimination, New Collection System and Treatment	\$0	N/A	N/A	\$317.82	Yes	Yes	\$21,700,000	\$77,665,000	
6	91	Alexandria	\$58,269	5,149	IN0020044	WW24084804	Septic Elimination, CSO Correction, Collection System and Treatment Improvements	TBD	GI	\$55.41	\$108.73	No	Yes	\$27,125,000	\$104,790,000	
7	88	Montgomery	\$85,492	726	IN0034932	WW22201401	Collection System and Treatment Improvements	TBD	EE, CR	\$64.32	\$117.27	No	No	\$5,946,000	\$110,736,000	
8	87	Mulberry	\$47,917	1,231	IN0031976	WW22331201	Collection System and Treatment Improvements	\$0	N/A	\$69.34	\$141.47	Yes	No	\$10,000,000	\$120,736,000	
9	86	Rockville (Parke County Regional Sewer District)	\$63,230	2,595	IN0030244 IN0024449	WW23246101	Septic Elimination, New Collection System, Treatment Improvements, and Regionalization with Marshall, Bloomingdale, and Turkey Run State Park	TBD	TBD	\$81.71	TBD	No	Yes	\$50,092,000	\$170,828,000	
10	86	LaPorte County Regional Sewer and Water District	\$90,459	1,226	IN0020931	WW22224603	Septic Elimination and New Collection System (Phase 1 Saugany Lake)	\$0	N/A	N/A	\$244.00	No	Yes	\$10,703,000	\$181,531,000	
11	85	LaGrange County Regional Utility District	\$74,049	904	IN0064688	WW24394406	Septic Elimination, New Collection System, and Treatment Expansion (Region C Phase III)	\$0	N/A	\$75.65	\$118.82	No	Yes	\$10,830,000	\$192,361,000	
12	84	Salem	\$56,683	6,466	IN0021644	WW23288801	Collection System Improvements	\$0	N/A	\$59.60	\$82.84	No	No	\$5,311,000	\$197,672,000	
13	84	North Manchester	\$63,029	5,277	IN0020362	WW24258502	CSO Correction, Collection System and Treatment Improvements	TBD	EE	\$32.05	\$105.08	No	No	\$28,543,000	\$226,215,000	
14	82	Waterloo	\$59,519	2,116	IN0020711	WW22041702	Collection System and Treatment Improvements	\$0	N/A	\$72.81	\$108.49	No	No	\$14,000,000	\$240,215,000	
15	81	Spencer	\$45,536	2,454	IN0020192	WW22316007	Collection System and Treatment Improvements (Phase I)	TBD	EE	\$51.16	\$151.98	Yes	No	\$14,600,000	\$254,815,000	
16	81	Shipshewana	\$53,500	839	IN0040622	WW22344401	Treatment and Collection System Improvements	TBD	EE, EI	\$45.52	\$162.92	Yes	No	\$21,700,000	\$276,515,000	
17	81	Flora	\$58,295	2,094	IN0020141	WW22180801	Collection System and Treatment Improvements	\$0	N/A	\$53.24	\$148.71	No	No	\$16,495,500	\$293,010,500	
18	81	Rensselaer	\$58,659	5,963	IN0024414	WW23203701	CSO Correction, Collection System and Treatment Improvements	\$0	N/A	\$55.68	\$157.01	No	No	\$27,600,000	\$320,610,500	
19	80	Helmsburg Regional Sewer District	\$71,953	3,970	IN0058416	WW23050702	Septic Elimination and Treatment Improvements	TBD	TBD	\$92.50	\$92.50	No	Yes	\$13,500,000	\$334,110,500	
20	79	Fairmount	\$48,235	2,682	IN0021105	WW24342701	CSO Correction, Collection System and Treatment Improvements	\$0	N/A	\$64.66	\$109.28	Yes	No	\$10,650,000	\$344,760,500	
21	78	Clinton	\$42,092	4,831	IN0022608	WW22128304	Collection System Improvements	\$0	N/A	\$49.65	\$70.00	Yes	No	\$6,000,000	\$350,760,500	
22	78	Frankton	\$54,687	1,775	IN0020028	WW21124802	Collection System and Treatment Improvements (Phase II)	TBD	EE	\$26.03	\$136.00	No	No	\$5,000,000	\$355,760,500	
23	77	Posey County Regional Sewer District- North Posey High School	\$66,942	100	N/A	WW24276504	Septic Elimination, New Collection System, and Regionalization with Town of Poseyville	\$0	N/A	\$85.00	\$85.00	No	Yes	\$2,612,000	\$358,372,500	
24	77	Wells County Regional Sewer District	\$70,786	1,220	IN0022411	WW21509004	Septic Elimination, New Collection System, and Regionalization with Bluffton (Tocsin)	\$0	N/A	\$95.00	\$95.00	No	Yes	\$5,000,000	\$363,372,500	

25	76	Marshall County Regional Sewer District	\$67,713	1,475	N/A	WW24455001	Septic Elimination, New Collection System, Treatment Improvements, and Regionalization with City of Plymouth	\$0	N/A	N/A	\$208.29	No	Yes	\$21,391,000	\$384,763,500
26	75	Claypool	\$51,875	396	IN0039870	WW23234301	Collection System, Treatment, and Stormwater Improvements	\$0	N/A	\$49.82	\$248.39	Yes	No	\$4,165,000	\$388,928,500
27	75	Hope	\$60,268	2,099	IN0021253	WW24200301	Collection System and Treatment Improvements	TBD	EE	\$41.63	\$70.00	No	No	\$3,295,000	\$392,223,500
28	75	Sweetser	\$74,417	1,292	IN0064165	WW23442701	Septic Elimination, Collection System and Treatment Improvements	\$0	N/A	\$69.00	TBD	No	Yes	\$5,449,000	\$397,672,500
29	75	Russiaville	\$86,193	1,319	IN0020532	WW24293403	Collection System and Treatment Improvements	TBD	CR	\$59.04	\$117.89	No	No	\$6,917,000	\$404,589,500
30	74	Mount Vernon	\$56,403	6,493	IN0035696	WW24436506	Collection System Improvements	\$150,000	EE	\$42.28	\$53.99	No	No	\$8,526,000	\$413,115,500
31	74	Akron	\$58,958	1,125	IN0025232	WW23172501	CSO Correction and Treatment Improvements	TBD	EE	\$51.56	\$300.00	No	No	\$14,231,000	\$427,346,500
32	73	Monon	\$52,596	1,919	IN0021580	WW22149101	Collection System and Treatment Improvements	\$0	N/A	\$64.49	\$118.00	Yes	No	\$13,800,000	\$441,146,500
33	73	Collfax	\$79,792	702	IN0020443	WW24161201	Collection System and Treatment Improvements	\$0	N/A	\$82.18	\$165.32	No	No	\$5,775,000	\$446,921,500
34	72	Telegraph Hill-Rykers Ridge Regional Sewer District	\$59,040	1,680	N/A	WW24143902	Collection System Improvements	TBD	EE	\$66.60	\$123.92	No	No	\$4,663,000	\$451,584,500
35	72	Brown County Regional Sewer District	\$71,953	1,900	N/A	WW23310702	Septic Elimination, New Collection System, and Regionalization with Helmsburg RSD (Phase I)	TBD	EE	N/A	\$404.00	No	Yes	\$39,000,000	\$490,584,500
36	71	Cumberland	\$83,718	5,954	IN0021300 IN0058009	WW22303003	Septic Elimination, Collection System and Treatment Improvements, and Regionalization with GEM North	TBD	EE	\$70.62	\$109.20	No	Yes	\$28,200,000	\$518,784,500
37	70	Helmsburg Regional Sewer District	\$71,953	3,970	IN0058416	WW23050703	Treatment Improvements and Regionalization with Brown County Regional Sewer District	TBD	TBD	\$92.50	\$92.50	No	No	\$11,685,000	\$530,469,500
38	69	South Henry Regional Waste District	\$70,729	1,851	IN0055131	WW19223301	Collection System and Treatment Improvements	TBD	EE	\$49.85	\$79.73	No	No	\$6,130,000	\$536,599,500
39	69	Whitley County Regional Water and Sewer District	\$72,908	519	IN0022624	WW18329202	Septic Elimination, New Collection System, and Regionalization with Churubusco	TBD	EE	N/A	\$248.00	No	Yes	\$7,000,000	\$543,599,500
40	69	Montgomery County Regional Water and Sewer District	\$74,125	233	IN0063967	WW23515402	Septic Elimination and Collection System Improvements (Mace Linnsburg)	\$0	N/A	\$47.45	\$169.20	No	Yes	\$8,279,000	\$551,878,500
41	69	Ashley	\$75,646	1,026	IN0022292	WW22067602	Treatment Improvements	TBD	EE	\$56.00	\$150.00	No	No	\$17,886,000	\$569,764,500
42	69	Cannelburg	\$85,492	726	IN0034932	WW24101401	Septic Elimination, New Collection System, and Regionalization with the Town of Montgomery	TBD	EE	\$64.32	TBD	No	Yes	\$6,560,000	\$576,324,500
43	68	Adams County Regional Sewer District	\$61,731	2,846	039314, IN0021	WW24070105	Septic Elimination and New Collection System	TBD	EE	\$93.30	TBD	No	Yes	\$13,148,000	\$589,472,500
44	68	Elberfeld	\$82,976	644	IN0020788	WW22298705	Septic Elimination and New Collection System	TBD	WW, EE	\$65.42	\$170.00	No	Yes	\$10,200,000	\$599,672,500
45	68	Dubois County Regional Sewer District	\$85,139	TBD	TBD	WW22421901	Septic Elimination, New Collection System and Treatment	\$0	N/A	N/A	\$350.00	No	Yes	\$17,900,000	\$617,572,500
46	66	Turkey Creek Regional Sewer District	\$70,045	5,999	IN0045802	WW24474302	Septic Elimination, Collection System and Treatment Improvements	TBD	EE	\$71.85	TBD	No	Yes	\$10,100,000	\$627,672,500
47	65	Marshall	\$40,625	274	IN0030244	WW21606101	Septic Elimination, New Collection System, Treatment Improvements, and Regionalization with Turkey Run State Park	TBD	EE	N/A	\$65.00	Yes	Yes	\$13,500,000	\$641,172,500
48	65	Worthington	\$57,851	1,393	IN0040801	WW23112801	Treatment Improvements	TBD	EI	\$50.14	\$63.24	No	No	\$2,010,000	\$643,182,500
49	65	Maysville Regional Water and Sewer District	\$86,901	1,557	N/A	WW22380204	Septic Elimination, New Collection System, and Regionalization with Fort Wayne (Phase 2)	\$0	N/A	N/A	\$268.00	No	Yes	\$3,000,000	\$646,182,500
50	64	Greentown	\$57,083	2,370	IN0021091	WW22583402	Collection System Improvements	\$0	N/A	\$101.52	\$130.73	No	No	\$4,800,000	\$650,982,500
51	63	Posey County Regional Sewer District-Stewartsville	\$66,942	150	N/A	WW24286505	Septic Elimination, New Collection System, and Regionalization with Town of Poseyville	\$0	N/A	\$85.00	\$85.00	No	Yes	\$2,659,000	\$653,641,500
52	63	Tiptecanoe-Chapman Regional Sewer District	\$74,070	2,588	IN0040444	WW24174302	Septic Elimination and New Collection System (East Webster Lake)	\$0	N/A	N/A	\$243.29	No	Yes	\$6,051,000	\$659,692,500



53	63	Markle	\$79,290	1,435	IN0023736	WW23473501	Collection System and Treatment Improvements	TBD	EE	\$26.00	TBD	No	No	\$8,900,000	\$668,592,500
54	62	Swayzee	\$67,500	918	IN0037001	WW22152701	Collection System and Treatment Improvements	\$0	N/A	\$43.36	\$108.11	No	No	\$4,800,000	\$673,392,500
55	61	New Carlisle	\$56,250	1,891	N/A	WW24237401	Collection System Improvements	\$0	N/A	\$55.69	\$123.58	No	No	\$10,740,000	\$684,132,500
56	61	NineStar Connect	\$86,644	86	IN0036528	WW22433001	Collection System Improvements	\$0	N/A	\$48.27	\$71.54	No	No	\$1,800,000	\$685,932,500
57	59	Clarks Hill	\$47,628	605	IN0039853	WW24117901	New Treatment	\$0	N/A	\$44.20	\$266.90	Yes	No	\$8,529,000	\$694,461,500
58	59	Delphi	\$47,688	2,961	IN0021377	WW22570802	Collection System and Treatment Improvements (Phase II)	TBD	TBD	\$20.15	\$83.03	Yes	No	\$56,500,000	\$750,961,500
59	59	Harrison County Regional Sewer District	\$78,210	1,280	IN0042005	WW21303101	New Treatment	\$0	N/A	\$75.86	\$97.12	No	No	\$2,100,000	\$753,061,500
60	58	St. Joe - Spencerville Regional Sewer District	\$59,985	1,198	IN0058441	WW23211701	Treatment Improvements	\$0	N/A	\$48.00	\$104.44	No	No	\$2,895,000	\$755,956,500
61	58	Holton	\$65,714	417	IN0109703	WW23276901	Collection System and Treatment Improvements	\$0	N/A	\$27.20	\$27.20	No	No	\$2,742,000	\$758,698,500
62	57	Montezuma	\$53,152	921	IN0063916	WW24246101	New Treatment	\$0	N/A	\$84.65	\$233.23	Yes	No	\$8,749,000	\$767,447,500
63	57	Tipton	\$64,167	5,275	IN0052804	WW22658001	Septic Elimination, Collection System and Treatment Improvements	TBD	EE	\$37.15	\$37.15	No	Yes	\$5,700,000	\$773,147,500
64	56	Kirklint	\$49,643	710	IN0020630	WW23161203	Collection System and Treatment Improvements	TBD	EE	\$71.84	\$186.95	Yes	No	\$5,384,000	\$778,531,500
65	56	Brooklyn	\$66,425	2,511	IN0039772	WW21445503	Collection System and Treatment Improvements	\$0	N/A	\$34.37	\$80.33	No	No	\$8,700,000	\$787,231,500
66	56	Berne	\$73,988	4,173	IN0021369	WW24090104	CSO Correction and Collection System Improvements	\$0	N/A	\$51.59	\$75.77	No	No	\$13,754,000	\$800,985,500
67	56	Steuben Lakes Regional Waste District	\$77,082	950	IN1161557	WW24467604	Collection System Improvements (PS Replacement Phases 1 and 2)	\$0	N/A	\$110.27	TBD	No	No	\$15,000,000	\$815,985,500
68	55	Bunker Hill	\$50,221	814	IN0020206	WW22275202	Collection System and Treatment Improvements	TBD	EE	\$77.00	\$100.00	Yes	No	\$2,100,000	\$818,085,500
69	55	Clayton	\$87,639	908	IN0021431	WW21383203	Collection System and Treatment Improvements	\$0	N/A	\$65.00	\$106.80	No	No	\$6,000,000	\$824,085,500
70	54	Owensville	\$49,592	1,338	IN0038288	WW23392603	Collection System and Treatment Improvements	\$0	N/A	\$69.00	\$117.80	Yes	No	\$3,320,000	\$827,405,500
71	54	Cicero	\$63,288	5,301	IN0022586	WW24052903	Treatment Improvements	\$0	N/A	\$52.40	\$85.00	No	No	\$18,577,000	\$845,982,500
72	54	Taylor Township Regional Sewer District	\$76,295	800	IN0062375	WW23433401	Collection System and Treatment Improvements	\$0	N/A	\$85.00	\$110.00	No	No	\$1,456,000	\$847,438,500
73	54	Salt Creek Estates	\$82,634	150	IN0043699	WW24305301	Collection System and Treatment Improvements	\$0	N/A	\$109.98	\$529.00	No	No	\$2,659,000	\$850,097,500
74	53	Posey County Regional Sewer District- East Gate/Marrs	\$111,706	300	N/A	WW24266503	Septic Elimination, New Collection System, and Regionalization with City of Mount Vernon	\$0	N/A	\$85.00	\$85.00	No	Yes	\$9,671,000	\$859,768,500
75	52	Winslow	\$64,481	764	IN0040789	WW22496301	Collection System Improvements	\$0	N/A	\$57.84	\$127.84	No	No	\$6,000,000	\$865,768,500
76	52	Lapel	\$69,028	2,517	IN0020087	WW24224801	Collection System and Treatment Improvements	\$0	N/A	\$39.10	\$207.00	No	No	\$45,300,000	\$911,068,500
77	51	New Palestine	\$86,082	2,774	IN0042358	WW23043002	Treatment Improvements	TBD	EE	\$67.00	\$149.49	No	No	\$21,000,000	\$932,068,500
78	50	Advance	\$71,042	503	IN0039705	WW23250602	Treatment Improvements	\$0	N/A	\$77.71	\$85.00	No	No	\$1,250,000	\$933,318,500
79	50	Highland Sanitary District	\$74,991	9,025	IN0023060	WW21154501	Collection System Improvements (Phase 1A)	\$0	N/A	\$18.71	\$20.42	No	No	\$7,700,000	\$941,018,500
80	48	Holland	\$61,667	619	IN0023108	WW22251901	Treatment Improvements	TBD	EE	\$55.53	\$176.88	No	No	\$6,600,000	\$947,618,500

81	48	Nashville	\$61,786	1,256	IN0023876	WW21530702	Collection System Improvements and Regionalization with Brown County State Park	\$0	N/A	\$59.98	\$59.98	No	No	\$3,400,000	\$951,018,500
82	48	Whiteland	\$85,351	4,599	IN0021415	WW23304101	Collection System and Treatment Improvements	\$0	N/A	\$41.87	\$133.42	No	No	\$39,250,000	\$990,268,500
83	47	LaOtto	\$48,243	530	IN0058611	WW24215701	New Treatment	\$0	N/A	\$71.71	TBD	Yes	No	\$3,823,000	\$994,091,500
84	47	Monticello	\$48,847	5,508	IN0020176	WW23269105	Collection System Improvements	\$0	N/A	\$77.51	\$84.71	Yes	No	\$2,855,000	\$996,946,500
85	47	Van Bibber Lake Conservancy District	\$53,152	460	IN0039624	WW22486701	Collection System Improvements	\$0	N/A	\$60.06	\$266.10	Yes	No	\$9,000,000	\$1,005,946,500
86	47	Angola	\$58,627	9,340	IN0021296	WW24407603	Collection System and Treatment Improvements	\$0	N/A	\$41.32	\$45.04	No	No	\$1,655,000	\$1,007,601,500
87	47	Ferdinand	\$77,658	2,157	IN0020648	WW24131901	Collection System and Treatment Improvements	\$0	N/A	\$66.58	\$105.84	No	No	\$8,215,000	\$1,015,816,500
88	46	Poseyville	\$65,833	966	IN0040517	WW22626501	Treatment Improvements	TBD	TBD	\$66.16	\$96.75	No	No	\$1,900,000	\$1,017,716,500
89	46	Newton County Regional Water and Sewer District	\$72,006	3,700	IN0063479	WW16145601	Collection System Improvements (Roselawn)	TBD	TBD	\$14.40	\$14.40	No	Yes	\$12,518,000	\$1,030,234,500
90	46	Haubstadt	\$78,033	1,638	IN0021482	WW22542601	Collection System and Treatment Improvements	TBD	EE	\$45.96	\$86.02	No	No	\$12,100,000	\$1,042,334,500
91	44	Bremen	\$63,179	4,696	IN0020427	WW22265002	Collection System Improvements, New Treatment, and Stormwater System Improvements	\$0	N/A	\$29.93	\$54.79	No	No	\$18,280,000	\$1,060,614,500
92	44	Loogootee	\$65,430	2,601	IN0039421	WW24425101	Collection System and Stormwater Improvements	\$0	N/A	\$65.97	\$65.97	No	No	\$3,240,000	\$1,063,854,500
93	44	Monrovia	\$84,688	1,643	IN0060640	WW21065501	Collection System and Treatment Improvements	\$0	N/A	\$56.73	\$75.62	No	No	\$3,400,000	\$1,067,254,500
94	43	Cynthiana	\$68,750	552	N/A	WW24316501	Collection System Improvements	TBD	CR	\$73.40	\$73.40	No	No	\$758,000	\$1,068,012,500
95	43	Roanoke	\$70,583	1,762	IN0021440	WW21253501	Treatment Improvements	TBD	EE	\$38.39	\$97.60	No	No	\$9,900,000	\$1,077,912,500
96	43	Blue Lake Conservancy District	\$72,908	737	IN0021113	WW22109201	Collection System Improvements	\$0	N/A	\$89.75	\$140.46	No	No	\$2,000,000	\$1,079,912,500
97	42	Darlington	\$50,714	711	Stormwater	WW19255402	Stormwater Improvements	\$0	N/A	\$65.65	\$118.16	Yes	Yes	\$1,100,000	\$1,081,012,500
98	41	Rochester	\$62,885	6,270	IN0021661	WW21082502	Collection System Improvements (Landfill Leachate)	\$0	N/A	\$28.78	\$42.90	No	No	\$4,600,000	\$1,085,612,500
99	40	Battle Ground	\$80,994	1,838	IN0020036	WW24357902	Collection System Improvements	TBD	EE	\$77.12	TBD	No	No	\$9,050,000	\$1,094,662,500
100	39	Patoka Lake Regional Water and Sewer District	\$78,403	4,329	IN0052698	WW23331901	Collection System Improvements	\$0	N/A	\$37.85	\$43.20	No	No	\$3,319,000	\$1,097,981,500
101	38	Pigeon Township Regional Sewer District	\$75,714	548	IN0062049	WW23358701	Collection System and Treatment Improvements	\$0	N/A	\$79.60	\$167.16	No	No	\$2,005,000	\$1,099,986,500
102	33	Dugger	\$56,140	797	IN0039322	WW23487701	Collection System Improvements	\$0	N/A	\$43.20	\$52.24	No	No	\$1,406,000	\$1,101,392,500
103	31	Spencer	\$45,536	2,454	Stormwater	WW22336006	Stormwater System Improvements	\$0	N/A	\$51.16	\$151.98	Yes	Yes	\$6,200,000	\$1,107,592,500
104	30	Wolcottville	\$56,016	1,004	Stormwater	WW22094401	Stormwater Improvements	\$0	N/A	\$53.98	\$63.98	No	Yes	\$2,800,000	\$1,110,392,500
105	30	West Lebanon	\$74,500	678	IN0040738	WW22478601	Collection System and Treatment Improvements	\$0	N/A	\$57.01	TBD	No	No	\$3,963,000	\$1,114,355,500
--	83	Buck Creek and Colburn Regional Sewer District	\$87,282	741	TBD	WW21467901	Septic Elimination, New Collection and Treatment Systems	\$0	N/A	N/A	\$258.42	No	Yes	\$10,000,000	\$1,124,355,500
--	59	Borden	\$104,821	786	IN0043621	WW24411002	Septic Elimination, New Collection System, and Regionalization with Starlight	\$0	N/A	\$47.00	TBD	No	Yes	\$13,485,000	\$1,137,840,500
--	56	Wheatfield	\$64,750	904	IN0040754	WW24493701	Treatment Improvements	TBD	EE	\$44.20	\$92.95	No	No	\$3,791,000	\$1,141,631,500

TOTAL REQUESTED FUNDS - PRELIMINARY ENGINEERING REPORTS (PERs)	\$638,500	\$1,141,631,500
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PPL Rank <sup>1</sup>	PPL Score	Participant	MHI <sup>2</sup>	Population Served	NPDES No.	SRF Project No.	Project Description	Estimated Green Project Reserve	Green Project Reserve	Current User Rate (per 4,000)	Estimated Post-Project User Rate	Participant Meets SRF's Affordability	Project Addresses §319 of the	Estimated Total Project Cost	Cumulative Requested Funds
Application Only		Knightstown	\$34,306	2,140	IN0022683	WW22693301	Collection System and Treatment Improvements	TBD	TBD	\$35.86	\$64.53	Yes	No	\$6,318,000	\$6,318,000
Application Only		Palmyra	\$33,077	950	IN0039403	WW23063101	Collection System and Treatment Improvements	TBD	TBD	\$57.11	\$57.11	Yes	No	\$1,490,000	\$1,490,000
Application Only		Westville	\$53,135	5,635	IN0024848	WW20074604	Collection System and Treatment Improvements	TBD	TBD	TBD	TBD	Yes	No	\$5,500,000	\$5,500,000
<b>TOTAL REQUESTED FUNDS - APPLICATIONS ONLY</b>								\$0						\$13,308,000	

TOTAL REQUESTED FUNDS - PERs & APPLICATIONS	\$638,500	\$1,154,939,500
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**Footnotes:**

<sup>1</sup> A community must submit a complete Preliminary Engineering Report by April 1, 2024 to the CWSRF Loan Program in order for the project to be scored and ranked on the Project Priority List (PPL).

<sup>2</sup> Additional subsidization may be provided to participants who have a low Median Household Income (MHI) and/or high post-project user rates, as outlined in the Intended Use Plan (IUP). The amount of the additional subsidization shall be determined and set forth in the financial assistance agreement.

<sup>3</sup> EE = Energy Efficiency, EI = Environmentally Innovative, GI = Green Infrastructure, WE = Water Efficiency, CR = Climate Resiliency.

<sup>4</sup> SRF's Affordability Criteria is defined as a loan participant "below 80% of the State MHI and opens consideration to projects that positively impact smaller areas of disadvantage within a wider community." See SRF's Clean Water Intended Use Plan for additional information.

\* The SFY 2025 1st Quarter Project Priority List Draft was published on June 17, 2024 for a 3-week public comment period.

**General Use Funds in SFY 2025**

FY 2024 BIL General Supplemental Grant:	\$	39,482,000
FY 2025 Base Capitalization Grant:	\$	19,674,000
FY 2025 BIL General Supplemental Grant:	\$	54,807,000
<b>Total</b>	<b>\$</b>	<b>113,963,000</b>

Community	Project Description	Total Project Cost	Equivalency Amount	will submit DBE report	will comply with federal cross-cutters	will comply with the single audit act	Will comply with BABA requirement or apply a waiver	will comply with signage requirement	will be reported to FSRS to meet FFATA requirements
Clinton	CSO/ Collection System Improvements	\$ 6,000,000	\$ 4,000,000	yes	yes	yes	yes	yes	yes
Peru	CSO Correction	\$ 81,200,000	\$ 81,200,000	yes	yes	yes	yes	yes	yes
Crown Point	Downtown Interceptor Project	\$ 59,694,000	\$ 28,763,000	yes	yes	yes	yes	yes	yes

**Equivalency Project Cost Total: \$ 113,963,000**

**Emerging Contaminant Funds in SFY 2025**

FY 2024 Emerging Contaminant Capitalization Grant	\$	5,124,000
<b>Total</b>	<b>\$</b>	<b>5,124,000</b>

Community	Project Description	Total Project Cost	Equivalency Amount	will submit DBE report	will comply with federal cross-cutters	will comply with the single audit act	Will comply with BABA requirement or apply a waiver	will comply with signage requirement	will be reported to FSRS to meet FFATA requirements
Fort Wayne	The City has documented PFAS in Biosolids. Project to complete P&D for treatment alternatives	\$ 6,000,000	\$ 5,124,000	yes	yes	yes	yes	yes	yes


**Equivalency Project Cost Total: \$ 5,124,000**

\*These are proposed equivalency projects. Actual equivalency projects and descriptions will be outlined in the 2025 Clean Water SRF Annual Report.

Exhibit D

CWSRF Loan Program Project Scoring and Ranking Worksheet

This Exhibit documents the scoring system to be utilized to rank projects in PPLs between July 1, 2024, and June 30, 2025. All available PPLs at the time of publication can be found in Exhibit B of this IUP.

 <p style="margin: 0;"><b>Indiana Finance Authority</b>  <b>Clean Water State Revolving Fund Loan Program</b>  <b>Project Scoring and Ranking Worksheet<sup>1</sup></b>          State Fiscal Year 2025 (July 1, 2024 to June 30, 2025)</p>	
Applicant Name (City/Town/Utility):	Project Name:
SRF Project No.:	NPDES No.:
Reviewer:	Date:

<b>List population served in the appropriate box (below)</b>	
Small System: population served < 10,000.	
Large System: population served ≥ 10,000.	

Core Project Points	Score	Maximum Points Available
Section 1: Project Need	0	65 points
Section 2: Water Quality Benefits	0	55 points
Section 3: Brownfield Re-use	0	12 points
Section 4: Affordability, Disadvantaged Communities, and Population	0	33 points
<b>Total Core Project Score:</b>	<b>0</b>	<b>165 Possible Points</b>
Organizational Points	Score	Maximum Points Available
Sustainable Infrastructure	0	15 points
Miscellaneous Points	0	10 points
Regionalization	0	10 points
<b>Total Organizational Points:</b>	<b>0</b>	<b>35 Possible Points</b>
Point Deduction	Score	Maximum Points Available
De-regionalizing	0	-20 Points
<b>Total Point Deduction:</b>	<b>0</b>	<b>-20 Possible Points</b>
<b>Total Points Earned:</b>	<b>0</b>	<b>200 Max Total Points</b>

**Instructions:**

Projects are scored using the following criteria to develop the Clean Water State Revolving Fund (CWSRF) Loan Program Project Priority List (PPL). To the extent practical, the CWSRF Loan Program expects to give priority to projects that:

1. Provide a Water Quality Benefit;
2. Improve the condition of the system;
3. Assist systems in most financial need; and
4. Employ other best practices, including, but not limited to, collaboration with other entities.

Points are assigned only when the proposed project intends to correct the problem identified under the appropriate section(s) with the associated points. For example, if the treatment system has persistent violations but the proposed project does not address the violations, the points associated with the violations will not be assigned. However, if the applicant has persistent violations and addresses them, the points associated with the violations will be assigned.

The total number of available points is 200. The total number of available Core Project Points is 165. The total number of available Organizational Points is 35 points. The Total Score is determined by adding the Core Project Points + Organizational Points - Deduction Points. **If a tie occurs, the project with the lowest Median Household Income (MHI) prevails.**

A loan recipient must submit a Preliminary Engineering Report (PER) on or before April 1 to the CWSRF with executed Asset Management Program Certificate in order to be Scored and Ranked on the PPL. A PER submitted after April 1, will be scored and unranked. Participants that submit applications only (without a PER) will appear as unscored and unranked.

<sup>1</sup> Scoring will be applied to multiple funding sources administered by the Indiana Finance Authority (Authority)

**Core Project Points**

**Section 1: Project Need**

This section assigns points to projects by the category of improvement(s) being made.  
*Note:* Points will only be assigned if the information is provided in the PER.

Categories of Need: Proposed projects may fall into multiple categories, based on EPA and SRF-defined criteria.	Points	Earned
<b>1. Categories I/II: Secondary/Advanced System Treatment</b>	5 Points	
<b>2. Category IIIA: Infiltration/Inflow Correction</b>	4 Points	
<b>3. Category IIIB: Major Sewer System Rehabilitation</b>	4 Points	
<b>4. Category IVA: New Collection Sewers</b>	5 Points	
<b>5. Category IVB: New Interceptors</b>	2 Points	
<b>6. Category V: Combined Sewer Overflow Correction</b>	6 Points	

<b>7. Category VI: Stormwater System Development / Improvements</b>	2 Points	
<b>8. Category VII: Nonpoint Source</b>	4 points	
<b>9. Category VIII: IDEM Orders (connection ban, early warning notice, etc.)</b>	5 points	
<b>10. Category IX: Emerging Contaminants addressed by project</b>	6 points	
<b>Total Points:</b>		<b>0</b>

<b>Age of Wastewater Treatment Plant (WWTP):</b> At least 50% of the plant was constructed 20+ years ago.	Yes	2 Points	
	No	0 Points	
<b>Total Points:</b>			<b>0</b>

<b>Septic Tank Elimination:</b> The proposed project eliminates the number of existing septic tanks by approximately ____.	1-25 septics	1 Point	
	26-75 septics	2 Points	
	76-125 septics	3 Points	
	≥ 126 septics	4 Points	
<b>Total Points:</b>			<b>0</b>

<b>Combined Sewer Overflows (CSO):</b> The proposed project eliminates a percentage of <b>either</b> the annual average overflow volume <b>or</b> the number of events per year, on a system-wide basis.	Project removes 1-25%	2 Points	
	Project removes 26-50%	3 Points	
	Project removes 51-75%	4 Points	
	Project removes 76-100%	5 Points	
<b>Total Points:</b>			<b>0</b>

<b>Sanitary Sewer Overflows (SSO):</b> The proposed project eliminates a percentage of <b>either</b> the annual average overflow volume <b>or</b> the number of events per year on a system-wide basis.	Project removes 1-25%	1 Point	
	Project removes 26-50%	2 Points	
	Project removes 51-75%	3 Points	
	Project removes 76-100%	4 Points	
<b>Total Points:</b>			<b>0</b>

<b>Regionalization:</b> The proposed project reduces the number of National Pollution Discharge Elimination System (NPDES) discharges, via regionalization.	Eliminates one or more NPDES discharger	5 Points	
<b>Total Points:</b>			<b>0</b>

<b>Infiltration/Inflow (I/I):</b> The proposed project corrects existing I/I within a collection system.	Yes	2 Points	
	No	0 Points	
<b>Total Points:</b>			<b>0</b>
<b>Total Points Section 1 Earned:</b>			<b>0</b>

**Section 2: Water Quality Benefits**

Assign points to proposed projects with an environmental benefit to a receiving stream.		
<b>Dilution Ratio Points (DRP):</b> (7-day Q <sub>10</sub> of receiving stream in cfs / (design flow in mgd) x (1.55 cfs/mgd)). This is the calculation of effluent limits is outlined in the WWTP NPDES permit and is based on the post-project conditions.	<b>Points</b>	<b>Earned</b>
0-.99	5 Points	
1.00 – 4.99	4 Points	
5.00 – 9.99	3 Points	
10.0 or greater	2 Point	
<b>Total Points:</b>		<b>0</b>

<b>Outstanding Resource Impact:</b> Assign 5 points if the proposed project will improve water quality in an Outstanding State Resource (327 IAC 2-1.5-2 (3)), Exceptional Use Stream (327 IAC 2-1-11), Natural, Scenic and Recreational River or Stream (312 IAC 7-2), Outstanding Rivers List for Indiana (Indiana Register 20070530-IR 312070287NRA), or a salmonid stream (327 IAC 2-1.5-5(a)(3)).	5 Points	
<b>Total Points:</b>		<b>0</b>

<b>Drinking Water Impact:</b> Assign 5 points if the proposed project will positively impacts a drinking water supply.	5 Points	
<b>Total Points:</b>		<b>0</b>
<b>TMDL Impact:</b> Assign 5 points if the proposed project implements an approved Total Maximum Daily Load (TMDL).	5 Points	
<b>Total Points:</b>		<b>0</b>
<b>Priority Segment Impact:</b> Assign 1 point, if the proposed project impacts segments within drainage basins that have been designated by the State as priority basins. Priority basins include, Lake Michigan - Great Lakes Initiative (GLI), St. Joseph River, and Maumee River Basins.	1 Point	
<b>Total Points:</b>		<b>0</b>
<b>Water Quality Impact:</b> Assign points if the proposed project will enable the community to maintain or achieve compliance with established or future anticipated water quality standards.		
1. The project is necessary to achieve or maintain compliance with effluent limitations based on water quality standards for conventional pollutants (i.e., CBOD5, TSS).	<u>Maintain: 3 Points</u> Achieve: 6 Points	
2. The project is necessary to achieve or maintain compliance with effluent limitations based on water quality standards for toxic substances (i.e. heavy metals and man-made organic compounds).	<u>Maintain: 3 Points</u> Achieve: 6 Points	
3. The project is necessary to achieve compliance with effluent limitations based on water quality standards for additional or more stringent limits than existing NPDES permit.	<u>Maintain: 3 Points</u> Achieve: 6 Points	
<b>Total Points:</b>		<b>0</b>
<b>Pollution Reduction Value:</b> Assign points for the proposed nonpoint source project, based on the estimated percentage in <i>E. coli</i> reduction to the receiving stream. <i>Note:</i> A defined project area is required.		
75% reduction and greater	6 Points	
50% - 74%	5 Points	
25% - 49%	4 Points	
Less than or equal to 24%	3 Points	
<b>Total Points:</b>		<b>0</b>
<b>Impaired Water Score:</b> Assign points if the proposed project will reduce or eliminate pollutants causing the impairment of a 303(d) listed water body, impairment documented in the IDEM External Data Framework (Tier 2 data or higher), or an outstanding/exceptional resource water.		
	10 Points	
<b>Total Points:</b>		<b>0</b>
<b>Total Points Earned in Section 2:</b>		<b>0</b>

### Section 3: Brownfield Reuse

<b>Brownfield Reuse:</b> Assign 12 points if a proposed project includes the remediation/redevelopment of a Brownfield (IC13-11-2-19.3), in conjunction with the Indiana Brownfields Program.	<b>Points</b>	<b>Earned</b>
SRF Community also has an Indiana Brownfields Program application submitted.	12 Points	
<b>Total Points Earned in Section 3:</b>		<b>0</b>

### Section 4: Affordability, Disadvantaged Communities, and Population

Assign points for communities most in need on a per-household basis. The upper limit for points in this section is 33 points.	<b>Points</b>	<b>Earned</b>
<b>1. Disadvantaged Communities</b>		
1. Median Household Income If MHI $\leq$ 80% State MHI, assign 3 points If MHI $\leq$ 50% State MHI, assign 6 points	<u>3 points</u> 6 Points	
2. Percent of Population over 65 ( $\geq$ 16.9%)	5 Points	
3. Educational Attainment ( $\leq$ 28.2%)	6 Points	
4. Population Trend (if decreased within 5-year ACS data, assign 5 points)	5 Points	
<b>2. Affordability Criteria</b>		
1. Post-Project User Rate as Percentage of Lowest Quintile Upper Limit Income If $>$ 2.5%, assign 3 points If $\geq$ 4.5%, assign 6 points	<u>3 points</u> 6 points	
2. Percent of the impacted Population below the Poverty Line ( $\geq$ 12.3%)	5 points	
<b>Total Points Earned in Section 4:</b>		<b>0</b>



**Organizational Points**

**Sustainable Infrastructure**

The proposed project incorporates sustainable infrastructure, as identified on the Green Project Reserve (GPR) Sustainability Incentive Clean Water Checklist. 3 points are assigned per category, with a 15-point maximum.

<b><u>GPR Category</u></b>	<b>Points</b>	<b>Earned</b>
1. Green Infrastructure	3 Points	
2. Water Efficiency	3 Points	
3. Energy Efficiency	3 Points	
4. Environmentally Innovative	3 Points	
5. Climate Resiliency	3 Points	
<b>Total Sustainable Infrastructure Points Earned:</b>		<b>0</b>

<b><u>Other Funds Available/Being Pursued</u></b>	<b>Points</b>	<b>Earned</b>
1. No additional sources of funding are anticipated for the proposed project	0 Point	
2. Applying for additional sources of funding for the proposed project	1 Point	
3. Funds have been awarded or committed for the project - this may include unspent SRF loan funds or local funds.	3 Point	
<b>Total Funding Points Earned:</b>		<b>0</b>

<b><u>Miscellaneous Points</u></b>	<b>Points</b>	<b>Earned</b>
Participant completed Indiana's Clean Water Needs Survey	5 Points	
Zero IDEM violations in the past 12 months	2 Points	
<b>Total Miscellaneous Points Earned:</b>		<b>0</b>

**Regionalization**

	<b>Points</b>	<b>Earned</b>
Assign 6 points if a proposed project community will regionalize with another system.		
Regionalize with a nearby wastewater system	10 Points	
Remain regionalized with a nearby wastewater system	10 Points	
<b>Total Regionalization Points Earned:</b>		<b>0</b>

**Point Deduction**

<b><u>Deregionalizing</u></b>		
Deduct 20 points for proposed projects that will disconnect from a viable regional wastewater treatment system..		
Disconnecting from a viable wastewater treatment system.	- 20 Points	
<b>Total Points Deducted:</b>		<b>0</b>

## Exhibit E

### **INTENDED USES OF FUNDS IN THE INDIANA FINANCE AUTHORITY'S SRF ACCOUNTS**

This Exhibit identifies the intended uses of the funds held in various accounts of the CWSRF, and how those uses support the goals of the CWSRF. This Exhibit also demonstrates how the Authority meets the requirements of 40 CFR 35.3135(d) by using all of the funds in the CWSRF 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 Wastewater Trust Indenture and comprise its CWSRF. Set forth on the attached Schedule 1 (the "Use Schedule") is detail on what funds are held in the CWSRF and how they were expeditiously and timely used in SFY 2024 and will continue to be in perpetuity.

#### **Wastewater Purchase Account.**

*Sources of Funds:* Funds held in this account<sup>1</sup> come from proceeds of Program Bonds<sup>2</sup> 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 2024 as well as loans anticipated to be closed in SFY 2025 and after.

*Uses of Funds:* These funds are used to make loans for qualified Proposed Projects as permitted by 40 CFR 35.3120(a). This use directly furthers the primary purpose of the CWSRF Program by financing qualified Proposed Projects and through their construction improves water quality in the State of Indiana.

*Available Balance:* As of July 1, 2024, the aggregate amount of closed and committed loans exceeded the balance in this account ("Excess Commitments"). As additional loans are closed in SFY 2025, such committed amounts will contribute to additional Excess Commitments. The aggregate amount held in this account as of July 1, 2024, is shown in the Use Schedule. Accordingly, none of the funds presently on deposit in this account are available for other SRF purposes except to finance closed and committed loans related to qualified Proposed Projects.

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

<sup>2</sup> 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 CWSRF. 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 Intended Use Plan ("Plan")) to make loans from the CWSRF 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 Plan) to make loans or for other permitted purposes. The Guarantee Revenue Bonds are revenue bonds within the meaning of 40 CFR 35.3120(d), the net proceeds of which were deposited in the CWSRF. The State Match Revenue Bonds are revenue bonds within the meaning of 40 CFR 35.3135(b)(2), the net proceeds of which were deposited in the CWSRF; their proceeds (together with other match sources) have matched all capitalization grants awarded to date as well as the not-yet-awarded FFY 2024 (FFY refers to the Federal Fiscal Year ending September 30 of the year listed) grants by reason of over-match.

**Wastewater 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.

*Uses of Funds:* These funds are used to make payments on the outstanding Guarantee Revenue Bonds as permitted by 40 CFR 35.3120(d) 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 and through their construction improves water quality in the State of Indiana.

*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.

**Wastewater 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 35.3120(d) and 40 CFR 35.3135(b)(2), respectively. This use indirectly furthers the primary purpose of the SRF by making loan proceeds available to finance qualified Proposed Projects and through their construction improves water quality in the State of Indiana.

*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.

**WASTEWATER RESERVE**<sup>3</sup> contains the following accounts:

**Wastewater 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 3120(d) & (f) and 40 CFR 35.3135(b)(2), 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

<sup>3</sup> 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 Plan and the federal Water Quality Act of 1987, as amended.

Reserve Deficiency Account. Accordingly, none of the funds presently on deposit<sup>4</sup> in this account are available for other SRF purposes.

**Wastewater Reserve Grant Account.**

*Sources of Funds:* Funds held in this account<sup>5</sup> come from federal capitalization grants drawn when funds are loaned or administrative expenses are incurred, up to the amount therein (and in the Support Account and Equity Grant Account) that equals the perpetuity amount, and any amounts in excess thereof come from State Match.<sup>6</sup>

*Uses of Funds:* These funds are used (i) as security<sup>7</sup> for outstanding Guarantee Revenue Bonds as permitted by 40 CFR 35.3120(d) & (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 35.3120(d) & (f) and 40 CFR 35.3135(b)(2), respectively. This use both directly and indirectly furthers the primary purpose of the CWSRF Program by making financing for qualified Proposed Projects available and through their construction improves water quality in the State of Indiana.

*Available Balance:* The aggregate amount held in this account (as of July 1, 2023 and as anticipated in SFY 2024) is shown in the Use Schedule.<sup>8</sup> 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 obligations.

**Wastewater Reserve Support Account.**

*Sources of Funds:* Funds held in this account come from federal capitalization grants drawn when funds are loaned or administrative expenses are incurred, up to the amount therein (and in the Reserve Grant Account and Equity Grant Account) that equals the perpetuity amount.

*Uses of Funds:* These funds are used (i) as security for outstanding Guarantee Revenue Bonds as permitted by 40 CFR 35.3120(d) & (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 35.3120(d) & (f) and 40 CFR 35.3135(b)(2), respectively. This use both directly and indirectly furthers the primary purpose of the CWSRF Program by making financing for qualified Proposed Projects

<sup>4</sup> And before any further transfers to the DWSRF as discussed elsewhere in this Exhibit.

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

<sup>6</sup> State Match in this account came from State Match Revenue Bonds and is either from (a) original proceeds that were held as reserve balances from State Match Revenue Bonds issued in 1993, 1994, 1995 and 1997 or (b) principal on loan repayments funded from such proceeds. As of July 1, 2024, 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 35.3120(d) and the Authority's Operating Agreement with EPA.

<sup>7</sup> Pursuant to the financing indentures related to the cross-collateralized outstanding Program Bonds, the Authority is presently required to maintain reserves of at least \$15.5 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 CWSRF for purpose of this Intended Use Plan (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 2025 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.

<sup>8</sup> And before any further transfers to the DWSRF as discussed elsewhere in this Exhibit.

available and through their construction improves water quality in the State of Indiana.

*Available Balance:* The aggregate amount held in this account (as of July 1, 2024, and as anticipated in SFY 2025) is shown in the Use Schedule. Support Account balances are anticipated to be applied to as a scheduled source of payment for the outstanding Guarantee Revenue Bonds and when so applied will be replaced by retaining earnings in the Equity Grant Account in an amount necessary to preserve perpetuity as authorized and required by the Authority's Operating Agreement with EPA.

#### **Wastewater 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 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, 2024, nor are any so anticipated in SFY 2025.

**WASTEWATER EQUITY**<sup>9</sup> contains the following accounts:

#### **Wastewater Administration Account.**

*Sources of Funds:* Funds held in this account come from the outstanding State Match Revenue Bonds or other available funds in the SRF.

*Uses of Funds:* These funds are applied to reasonable costs of administering the CWSRF Program as permitted by 40 CFR 35.3120(g). The Authority so applied these funds during the SFY 2023 (and expects to apply them and other funds in the CWSRF<sup>10</sup> to this purpose in the SFY 2025). Any funds not expended in SFY 2025 are banked for management of the CWSRF in perpetuity by the Authority.

*Available Balance:* As of July 1, 2024, the aggregate amount held in this account is shown in the Use Schedule. All of these funds are expected to be used solely to pay reasonable costs of administering the CWSRF Program. Accordingly, none of

<sup>9</sup> 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 Plan, the CWSRF treats it as part of the "reserve" for the purposes of this Plan and the federal Water Quality Act of 1987, as amended.

<sup>10</sup> Amounts set aside in this account only represent a portion of the funds the Authority is permitted by 40 CFR 35.3120(g) to apply to costs of administering the CWSRF Program. Additionally, the Authority continues to bank for this purpose the remaining amount up to the full 4% limit as measured against total grants (including the not-yet-available FFY 2024 grants expected to be awarded in SFY 2025).

the funds presently on deposit in this account are available for other SRF purposes.

**Wastewater Equity Grant Account.**

*Sources of Funds:* Funds held in this account come from federal capitalization grants drawn when funds are loaned or administrative expenses are incurred, up to the amount therein (and in the Reserve Grant Account and Support 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 security<sup>11</sup> and as a source of payment for the outstanding Guarantee Revenue Bonds as permitted by 40 CFR 35.3120(d) & (e), (ii) to fund any transfers to the Authority's DWSRF as permitted by law including Section 302 of the Safe Drinking Water Act, (iii) to provide funds to meet costs of administering the CWSRF in perpetuity, and (iv) to fund that portion of any loans closed but not presently on deposit in the Purchase Account<sup>12</sup> 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 CWSRF Program by making financing for qualified Proposed Projects available and through their construction improves water quality in the State of Indiana.

*Available Balance:* The aggregate amount held in this account (as of July 1, 2024, and as anticipated in SFY 2025) is shown in the Use Schedule.<sup>13</sup> 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 obligations.

**Wastewater 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 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. 3120(d) & (f) and 40 CFR 35.3135(b)(2), 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 available and through their construction improves water quality in the State of Indiana.

<sup>11</sup> 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 2024 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, 2024.

<sup>12</sup> In addition to meeting any Excess Commitments as of July 1, 2024, 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, 2024, (b) PERs submitted and under review by the CWSRF as of July 1, 2024 and (c) additional PERs to be submitted (including as set in the new PPL in SFY 2025), each as detailed in the Use Schedule.

<sup>13</sup> And before any further transfers to the DWSRF as discussed elsewhere in this Exhibit.

*Available Balance:* The aggregate amount held in this account as of July 1, 2024 is shown in the Use Schedule.<sup>14</sup>

### **Additional Information Concerning Expected Uses of SRF Funds**

**Use of Available Balances to Meet Closed Loan Commitments.** Under its existing practices, the Authority closes CWSRF Program loans with Participants without the necessity of having available balances in its Purchase Account to fully fund those loan commitments on the date a CWSRF Program loan is closed. As of July 1, 2024, there were Excess Commitments. By closing new loans for qualified Proposed Projects with (a) approved PERs as of July 1, 2024, (b) PERs submitted and under review by the CWSRF as of July 1, 2024 and (c) additional PERs to be submitted (including as set in the new PPL in SFY 2025), 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 2025. 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 2025) 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 Support Account, 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 35.3120(d) & (f). In addition to this use, a portion of these funds are also held to meet (a) Excess Commitments in SFY 2023 in the event additional Guarantee Revenue Bonds could not to be issued, (b) costs of administering the CWSRF Program in perpetuity, and (c) any transfers to the DWSRF 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 35.3135(b)(2). In addition to this use, a portion of these funds are held to meet (a) Excess Commitments in SFY 2024 in the event additional Guarantee Revenue Bonds could not to be issued, (b) costs of administering the CWSRF Program in perpetuity, and (c) any transfers to the DWSRF as permitted by law.

**Use of Available Balances as a Source of Payment for Administrative Expenses.** All SRF amounts<sup>15</sup> are held to meet costs of administering the CWSRF Program in perpetuity if and as permitted by law.

**Use of Available Balances to Possibly Transfer Funds to the Drinking Water SRF.**

As of July 1, 2023, about \$23.6 million has been transferred to DWSRF. As of July 1, 2024, the cumulative transfer amount available for additional transfers from CWSRF to the DWSRF could result in up to approximately \$167.6 million of allowable transfers which includes 33 percent of the FFY 2024 Base and General Supplemental grants. The full amount of any such potential transfers is banked.

Additionally, as of July 1, 2024, \$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.

<sup>14</sup> And before any further transfers to the DWSRF as discussed elsewhere in this Exhibit.

<sup>15</sup> Additionally, the Authority continues to bank for this purpose the remaining amount up to the full 4 percent limit as measured against total grants (including the not-yet-available FFY 2024 grants expected to be awarded in SFY 2025).

Further, transfers can be made from DWSRF to the CWSRF up to the cumulative amount made from CWSRF to the 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 (a) one or more of the Authority's Investment Agreements or (b) other 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 CWSRF or DWSRF 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 E-Schedule 1

	Account Balances* as of:	Future Deposits in SFY
	30-Jun-2024 (Actual)	
<b><u>A. Funds Committed to Projects by CWSRF</u></b>		
Purchase Account	\$ -	\$ -
	<u>\$ -</u>	<u>\$ -</u>
<b><u>B. Other Funds Held in CWSRF</u></b>		
Reserve Grant Account	\$ 12,900,000	\$ -
Reserve Earnings Account	-	-
Reserve Support Account	100,000	-
Reserve Deficiency Account	-	-
Equity Grant Account	46,700,000	74,500,000
Equity Earnings Account	14,500,000	
Equity Administrative Account	1,000,000	
	<u>\$ 75,200,000</u>	<u>\$ 74,500,000</u>
<b>Total Available Funds (A. and B. above)</b>	<u><u>\$ 75,200,000</u></u>	<u><u>\$ 74,500,000</u></u>

**Proof of Timely & Expedious Use of Above Funds Held in CWSRF\***

Closed Loan (Undrawn loan amounts covered by on-hand Purchase A/C Funds)	\$ -
Closed Loan Excess Commitments (after Application of above Purchase A/C **)	111,900,000
Closed Loan to be funded directly from Equity (undrawn portion of loan)	-
Expected FY2025 Loan Closings	250,000,000
<i>1. Use: to cover Loan Demand***</i>	<u>361,900,000</u>
Funds held in existing Administrative Account	1,000,000
Remainder of 4% banked funds available for Administrative purposes	(2,900,000)
<i>2. Use: to cover Administrative Costs in Perpetuity</i>	<u>(1,900,000)</u>
<i>3. Use: to cover Series Reserve Requirement</i>	<u>12,600,000</u>
<b>Expected Uses of Funds (1, 2 &amp; 3 above without considering other secondary purposes for holding them in the CWSRF) # are as follows:</b>	<u><u>\$ 372,600,000</u></u>

<b>Uses of Funds (1, 2 &amp; 3 above):</b>	\$ 372,600,000
<b>Less: Total Available Funds (A. and B. above)</b>	149,700,000
<b>Amount by which "Expected Uses of Funds" EXCEED "Total Available Funds"</b>	<u><u>\$ 222,900,000</u></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 F

### MEMORANDUM

To: U.S. EPA, Region 5

From: James P McGoff, Director of Environmental Programs

Date: February 1, 2017

Re: Indiana's Capitalization Grant Draw Process

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This memorandum summarizes the agreement between the Indiana Finance Authority ("IFA") and U.S. EPA ("EPA") regarding Indiana's new capitalization grant draw process. The IFA will implement the new draw process for both the Indiana State Revolving Fund (SRF) Clean Water and Drinking Water Programs (collectively, the "SRF Programs").

The IFA anticipates implementing the new grant draw process for the Drinking Water SRF Program with the FFY 2016 Drinking Water capitalization grant, and for the Clean Water SRF Program with the FFY 2017 Clean Water capitalization grant.

The IFA anticipates drawing all future SRF capitalization grant funds at a 100% federal cash draw ratio, in both SRF Programs. The IFA understands EPA will permit this draw methodology as long as the IFA continues its current practice of depositing and disbursing all required state match for each new capitalization grant before requesting the first draw. This methodology is documented in an exhibit to the IFA's Annual SRF Program Reports, entitled "Cumulative History of the State Match," and is also included as "Exhibit B to the Arbitrage Certificate--Uses of Purchase Accounts" that is included with each IFA bond financing.

The IFA will implement the following procedures. SRF Program Participant reimbursement and/or disbursement requests will be received, reviewed and if eligible, approved each week by IFA staff for payment. Payment of disbursement requests may be funded from IFA bond proceeds (except those requests deemed funded by State Match bond proceeds), recycled loan payments or other available State funds. Once SRF Program Participant requests have been approved for payment, a list of disbursements for each SRF Program will be documented and used as support for a cash draw from a currently available EPA capitalization grant. The IFA understands that all payments made to SRF Program Participants to pay for eligible SRF Program expenses, regardless of funding source, may be reimbursed with a draw from a current EPA capitalization grant, pursuant to this new grant draw methodology.

The IFA anticipates that it will request an amount equal to the total disbursements in a given week for each program from U.S. Treasury. The capitalization grant draws will be requested from the oldest open capitalization grants with unliquidated funds.

Once the wire transfers are received by the IFA's SRF Programs trustee (currently, BNY Mellon), the IFA will direct the funds drawn to be deposited into the respective SRF Program Equity Grant Account.

For the Drinking Water Program, the IFA plans to begin making weekly capitalization grant draws on or after March 1, 2017. The FFY 2016 capitalization grant has funds currently available for draw.

For the Clean Water Program, the IFA plans to implement this process upon the award of the FFY 2017 capitalization grant, which is expected to be in the late spring or summer of calendar year 2017.



**Notice of Public Comment on the State Fiscal Year 2025 Intended Use Plans for the Drinking Water State Revolving Fund and the Clean Water State Revolving Fund Loan Programs**

Notice is given that the Indiana Drinking Water State Revolving Fund (DWSRF) and Clean Water State Revolving Fund (CWSRF) Loan Programs have developed draft Intended Use Plans (IUPs) for the State Fiscal Year (SFY) 2025. The IUPs detail the uses, goals, and objectives of the SRF Loan Programs pursuant to Section 1452 of the Safe Drinking Water Act and Section 216 of the Clean Water Act.

Notice is given that interested parties are invited to review the IUPs and provide comments to the DWSRF and CWSRF Loan Programs. Comments will be collected for a three-week period, ending **October 1, 2024**.

The IUPs are available at [www.srf.in.gov](http://www.srf.in.gov) and upon request.

Comments on the DWSRF and CWSRF draft IUPs may be directed to:

Amy Henninger  
SRF Compliance Officer  
100 N. Senate Ave., IGCN, Rm. 1275  
Indianapolis, IN 46204

(317) 232-6566

[ahenning@ifa.in.gov](mailto:ahenning@ifa.in.gov)

To receive updates when notices are posted, please subscribe to the IFA-SRF Newsletter mailing list [here](#).