



ALASKA DEPARTMENT OF ENVIRONMENTAL CONSERVATION MUNICIPAL GRANTS & LOANS

**ALASKA'S SUCCESSFUL SET-ASIDE USAGE
TO AVOID ULO'S**

MIKE LEWIS

MANAGER, MGL

ANCHORAGE, ALASKA

CIFA WORKSHOP 2013 - MINNEAPOLIS, MINNESOTA

PROGRAM INFORMATION

❖ MGL - PROGRAMS

- ALASKA DRINKING WATER FUND - DRINKING WATER SRF LOAN PROGRAM
- ALASKA CLEAN WATER FUND - CLEAN WATER SRF LOAN PROGRAM
- MUNICIPAL MATCHING GRANTS – STATE FUNDED GRANT PROGRAM

❖ MGL – SRF PROGRAMS

- ACWF – STATISTICS (AS OF 6/30/13)
 - TOTAL FEDERAL GRANTS: \$193,136,962 => EXPENDED TO DATE: \$178,197,688 (BALANCE IN SUBSIDY)
 - TOTAL 4% ADMIN REQUESTED: \$7,725,478 => AMOUNT BANKED: \$804,989
- ADWF - STATISTICS (AS OF 6/30/13)
 - TOTAL FEDERAL GRANTS: \$162,949,600 => EXPENDED TO DATE: \$116,751,457 (BALANCE IN SUBSIDY)
 - TOTAL 4% ADMIN REQUESTED: \$6,517,984 => PERCENT TO EXPEND: 100%
 - TOTAL 2% SMALL SYSTEM TECHNICAL ASSISTANCE REQUESTED: \$2,151,129 => PERCENT TO EXPEND: 83%, REMAINING BANKED
 - TOTAL 10% DRINKING WATER PROGRAM MANAGEMENT REQUESTED: \$9,064,600 => PERCENT TO EXPEND: 100%
 - TOTAL 15% CAPACITY DEVELOPMENT/WELLHEAD PROTECTION REQUESTED: \$11,728,298 => PERCENT TO EXPEND: 100%

PROGRAM INFORMATION

STAFFING LEVELS

❖ MGL - PROGRAM POSITIONS (BOTH SRF PROGRAMS)

- ANCHORAGE – 1 PROGRAM MANAGER & 4 ENGINEERS (ONE IN JUNEAU)
- JUNEAU – 1 ACCOUNTANT, 1 LOAN ACCOUNTANT & 1 GRANT ACCOUNTANT

❖ OTHER SET-ASIDE USERS PROGRAM POSITIONS (DW SRF PROGRAM ONLY)

- OPERATOR ASSISTANCE PROGRAM - ANCHORAGE & JUNEAU
 - 3 MAINTENANCE SPECIALIST, 3 PROGRAM SPECIALIST & 1 MANAGER
- DRINKING WATER PROGRAM - ANCHORAGE, JUNEAU & FAIRBANKS
 - 40 PROGRAM SPECIALIST, 16 ENGINEERS & 4 MANAGERS

DRINKING WATER SET ASIDES

PROGRAM USAGE

❖ 4% - PROGRAM ADMINISTRATION

- MGL PROGRAM – 100%

❖ 2% - SMALL SYSTEM TECHNICAL ASSISTANCE

- OPERATOR ASSISTANCE PROGRAM – 100%

❖ 10% - PUBLIC WATER SYSTEM SUPERVISION PROGRAM

- DRINKING WATER PROGRAM – 100%

❖ 15% - LOCAL ASSISTANCE AND OTHER STATE PROGRAMS

- DRINKING WATER PROGRAM – 79%
 - WELLHEAD PROTECTION – 42%
 - CAPACITY DEVELOPMENT – 58%
- OPERATOR ASSISTANCE PROGRAM – 21%
 - CAPACITY DEVELOPMENT – 21%

DRINKING WATER SET ASIDES

4% - ADMINISTRATION OF THE PROGRAM

❖ ENGINEERING GROUP

- PROJECT MANAGEMENT
- PLAN & SPECIFICATION REVIEW
- INSPECTIONS
- TECHNICAL ASSISTANCE
- BORROWER PRIMARY CONTACT

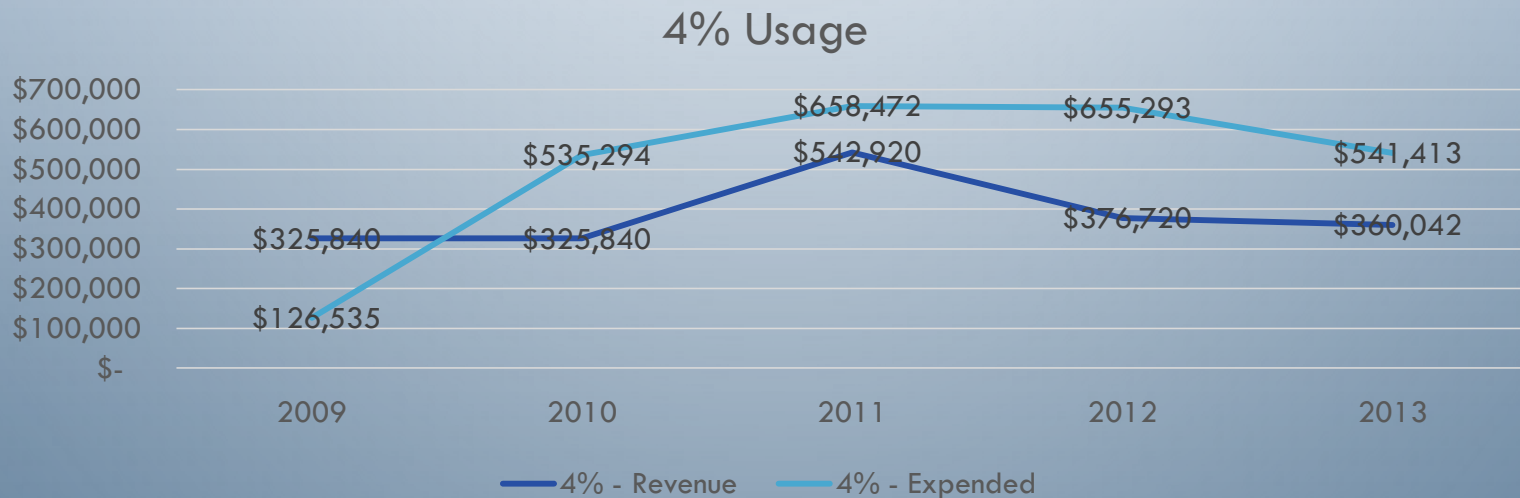
❖ MUNICIPAL ADMINISTRATIVE TEAM (MAT)

- APPLICATIONS
- PAYMENTS
- AUDITS
- PROGRAM FISCAL NEEDS

DRINKING WATER SET ASIDE

4% - ADMINISTRATION OF THE PROGRAM

- ❖ FY 2013 PROGRAM EXPENSES - \$541,413
(SALARIES AND BENEFITS, SERVICES AND TRAVEL, INDIRECT)
- ❖ FY2013 REVENUE FROM CAP GRANT - \$360,042
- ❖ BALANCE FROM BANKED FUNDS - \$181,371



DRINKING WATER SET ASIDES

2% - SMALL SYSTEM TECHNICAL ASSISTANCE

❖ REMOTE MAINTENANCE WORKER PROGRAM

- TECHNICAL ASSISTANCE TO SYSTEM OPERATORS
- TECHNICAL ASSISTANCE TO SYSTEM OWNERS

❖ OPERATOR TRAINING AND CERTIFICATION PROGRAM

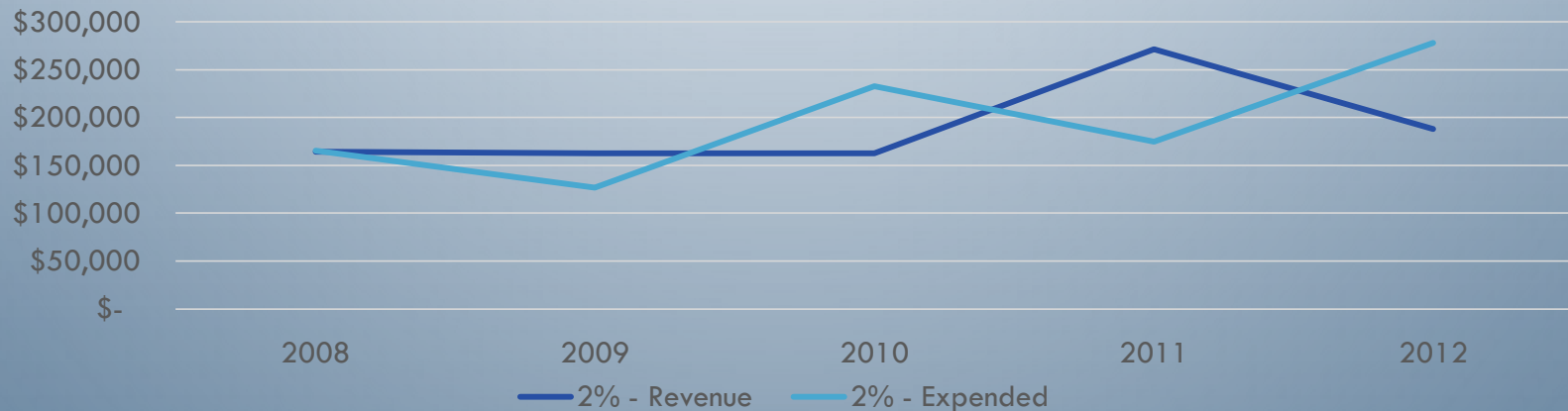
- SMALL SYSTEM TRAINING DEVELOPMENT
- SMALL SYSTEM CLASSROOM TRAINING

DRINKING WATER SET ASIDES

2% - SMALL SYSTEM TECHNICAL ASSISTANCE

- ❖ FY 2013 PROGRAM EXPENSES - \$258,736
(SALARIES AND BENEFITS, SERVICES AND TRAVEL, INDIRECT)
- ❖ FY2013 REVENUE FROM CAP GRANT - \$180,021
(BALANCE TAKEN FROM FY12 CAP GRANT)
- ❖ BALANCE FROM STATE AND OTHER FEDERAL SOURCES

2% Usage



DRINKING WATER SET ASIDES

10% - PUBLIC WATER SYSTEM SUPERVISION

- ❖ MAINTAIN STATE PRIMACY
- ❖ MEETING EPA PROGRAM GOALS
- ❖ PROJECT PLAN & SPECIFICATION REVIEW
- ❖ PROJECT WAIVERS
- ❖ REGULATION IMPLEMENTATION
- ❖ ENFORCEMENT & COMPLIANCE
- ❖ TECHNICAL ASSISTANCE
- ❖ PUBLIC OUTREACH & EDUCATION
- ❖ STAFF TRAINING PROGRAMS

DRINKING WATER SET ASIDES

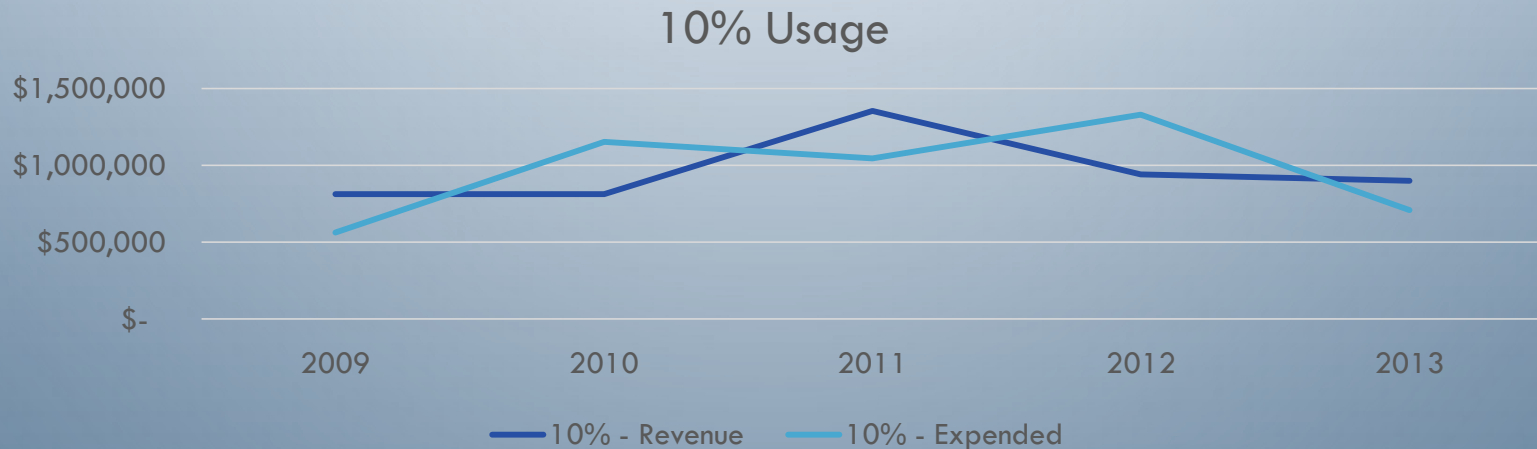
10% - PUBLIC WATER SYSTEM SUPERVISION

❖ FY 2013 PROGRAM EXPENSES - \$ 710,579

(SALARIES AND BENEFITS, SERVICES AND TRAVEL, INDIRECT)

❖ FY2013 REVENUE FROM CAP GRANT - \$ 900,105

(BALANCE TAKEN FROM FY12 CAP GRANT)



DRINKING WATER SET ASIDES

15% - LOCAL ASSISTANCE AND OTHER STATE PROGRAMS

❖ DRINKING WATER PROGRAM

▪ CAPACITY DEVELOPMENT

- TECHNICAL FINANCIAL & MANAGERIAL REVIEWS
- TECHNICAL ASSISTANCE PROVIDERS GROUP ON TARGETED PWS
- SANITARY SURVEYS & COMPREHENSIVE PERFORMANCE EVALUATIONS
- ONSITE STATUS COMPONENT ASSESSMENTS
- PUBLIC OUTREACH & TRAINING

▪ DRINKING WATER & WELLHEAD PROTECTION

- SOURCE WATER ASSESSMENTS
- WATER/WELLHEAD PROTECTION PLANS
- VULNERABILITY ASSESSMENTS, EMERGENCY RESPONSE, AND PRIORITY MEASURES PLANS
- PUBLIC OUTREACH & TRAINING

❖ OPERATOR ASSISTANCE PROGRAM

DRINKING WATER SET ASIDES

15% - PUBLIC WATER SYSTEM SUPERVISION

❖ FY 2013 PROGRAM EXPENSES - \$1,948,891

(SALARIES AND BENEFITS, SERVICES AND TRAVEL, INDIRECT)

- WELLHEAD PROTECTION - \$683,218
- CAPACITY DEVELOPMENT (OP CERT) - \$792,198
- CAPACITY DEVELOPMENT (EH) – \$473,475

❖ FY2013 REVENUE FROM CAP GRANT - \$1,350,158

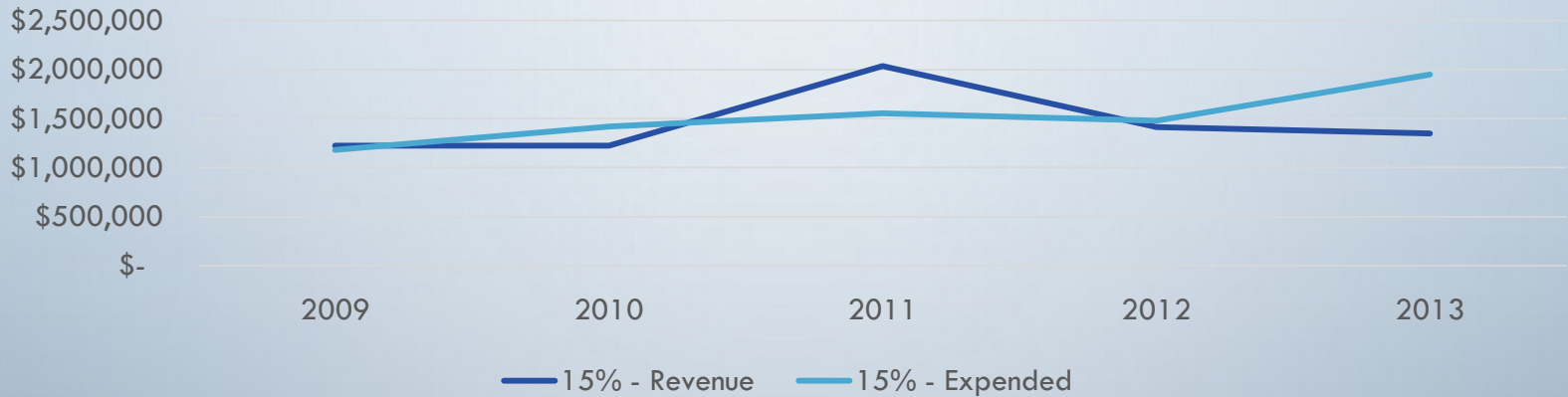
(BALANCE TAKEN FROM FY12 CAP GRANT)

- WELLHEAD PROTECTION - \$450,052
- CAPACITY DEVELOPMENT (OP CERT) - \$621,073
- CAPACITY DEVELOPMENT (EH) – \$279,033

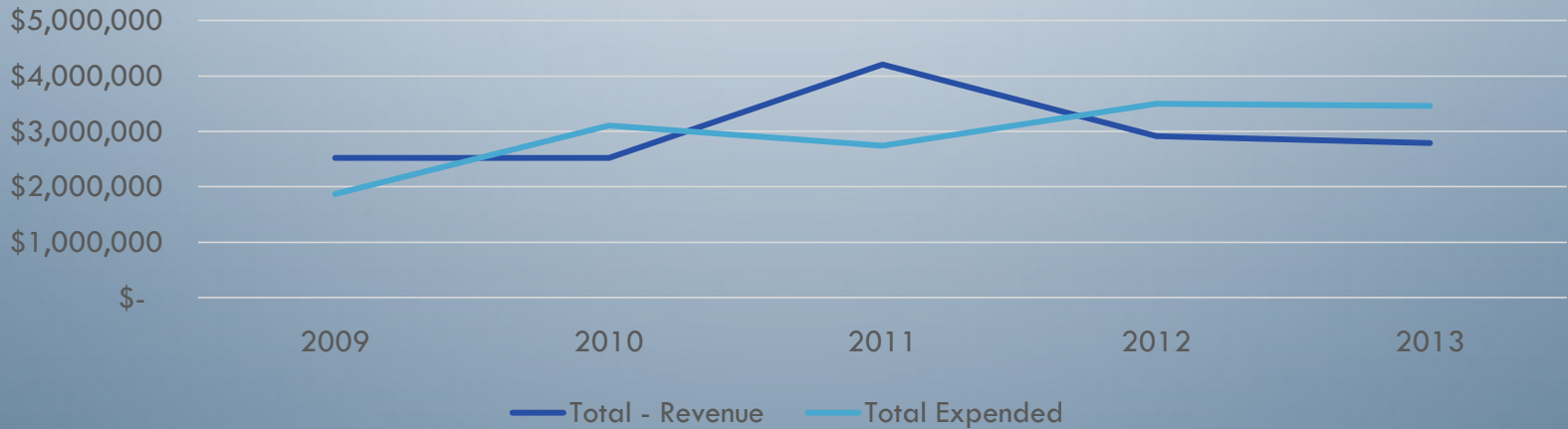
❖ BALANCE FROM STATE AND OTHER FEDERAL SOURCES

DRINKING WATER SET ASIDES

15% Usage



Total Set-Aside Usage



CLEAN WATER SET ASIDES

4% - ADMINISTRATION OF THE PROGRAM

❖ ENGINEERING GROUP

- PROJECT MANAGEMENT
- PLAN & SPECIFICATION REVIEW
- INSPECTIONS
- TECHNICAL ASSISTANCE
- BORROWER PRIMARY CONTACT

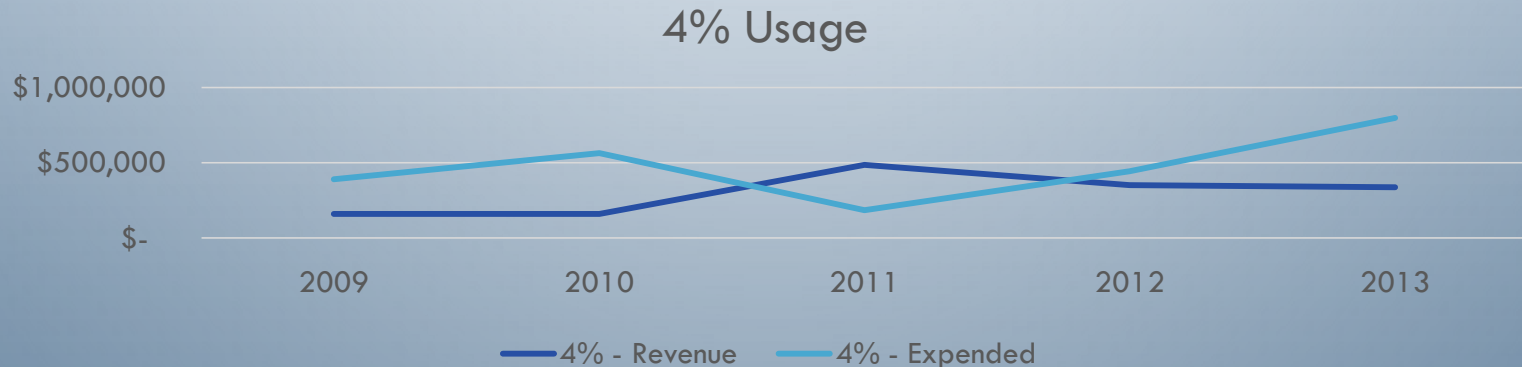
❖ MUNICIPAL ADMINISTRATIVE TEAM (MAT)

- APPLICATIONS
- PAYMENTS
- AUDITS
- PROGRAM FISCAL NEEDS

CLEAN WATER SET ASIDE

4% - ADMINISTRATION OF THE PROGRAM

- ❖ FY 2013 PROGRAM EXPENSES - \$797,749
(SALARIES AND BENEFITS, SERVICES AND TRAVEL, INDIRECT)
- ❖ FY2013 REVENUE FROM CAP GRANT - \$337,760
- ❖ TAKEN FROM BANKED FUNDS - \$459,989



SUMMARY

- ❖ SET ASIDE USAGE IN BOTH SRF PROGRAMS ARE USED TO THE MAXIMUM ALLOWABLE LEVEL.
 - 31% IN THE DW SRF PROGRAM & 4 % IN THE CW SRF PROGRAM
- ❖ OVERALL SET ASIDE USAGE IS EXCEEDING REVENUE LEVELS
 - BANKED AMOUNTS ARE IN DECLINE AND EXPENSES ARE INCREASING
 - BUT – USAGE IS HELPING MINIMIZE CAP GRANT ULO'S
- ❖ CONCERNS ON CURRENT BUDGETING PRACTICES
 - DW SET-ASIDES ARE MOST SUSCEPTIBLE WITH LOWER CAP GRANT REVENUES.
 - SUBSIDY AMOUNTS ARE LOCKED INTO EACH CAP GRANT CAUSING ULO ISSUES
- ❖ FUTURE CONSIDERATIONS
 - DW SET-ASIDES (OTHER THAN 4%), NEED TRIMMING AND/OR SEEK MORE STATE OR OTHER FUNDING SOURCES.
 - DW & CW ADMIN SET-ASIDES NEED TO START USING FEE ACCOUNTS TO EITHER PARTIALLY OR EXCLUSIVELY TO FUND PROGRAM NEEDS
 - SUBSIDY PAYMENTS NEED TO BE SWITCHED TO FIRST IN AND FIRST OUT FOR FIXING ONLY ULO ISSUE

CONTACT US

MUNICIPAL GRANTS & LOAN PROGRAM:

[HTTP://WWW.DEC.STATE.AK.US/WATER/MUNILOAN/INDEX.HTM](http://www.dec.state.ak.us/water/muniloan/index.htm)

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