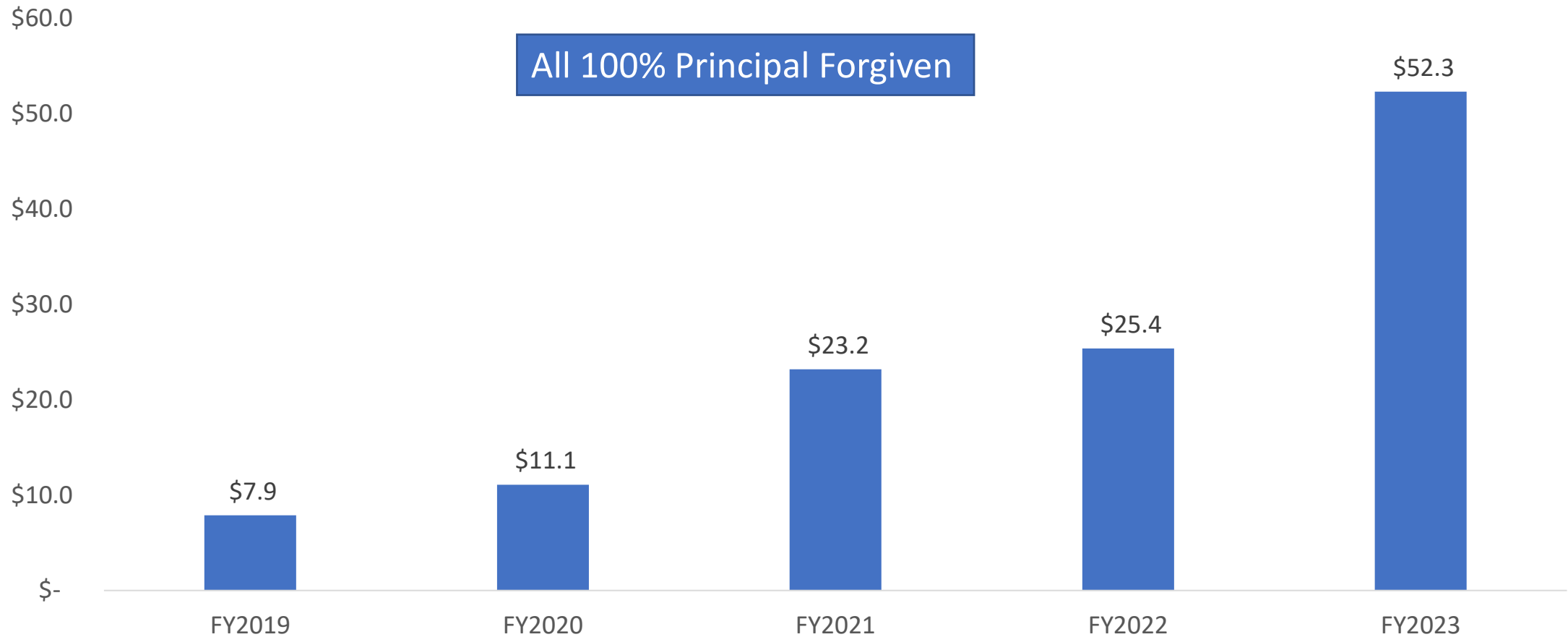




Illinois SRF - Lead Service Line Inventory and Replacement Update

Nidhan Singh- Deputy Section Manager

Illinois SRF- Lead Funding Levels



WIFTA/Booker Act



In 2019, Illinois took advantage of the Water Infrastructure Fund Transfer Act (WIFTA) and made available \$108M to fund lead service line projects.



WIFTA temporarily expanded the Wastewater to Drinking Water SRF transfer authority.



The Illinois SRF program has spent all the WIFTA funds in FY2024.



Main reason why Illinois SRF waited to apply for the Year 1- BIL Lead funds.

Illinois LSL BIL Funding- Current Year

- BIL Year 1
\$107.0M

- 49% PF
\$56.2M

- 15% Set-Asides
 - \$10.0M

- 42% Loan
\$44.6M

FY24 Principal
Forgiveness Cap
DW Lead:\$2.8M

- For Round 3 of Lead
Service Line Inventory
Grants

FY24 Loan Cap
DW Loan: \$2.0M

Lead Service Line Inventory Grant Program



The first purpose of the Lead Service Line Replacement and Notifications Act (LSLRNA) is to require owners and operators of community water supplies to develop, implement and maintain a comprehensive water service line material inventory and replacement plan.



To assist communities in meeting the inventory requirements, the IEPA provided \$2 million in round 1, \$5 million in round 2, and made \$10 million available in round 3.



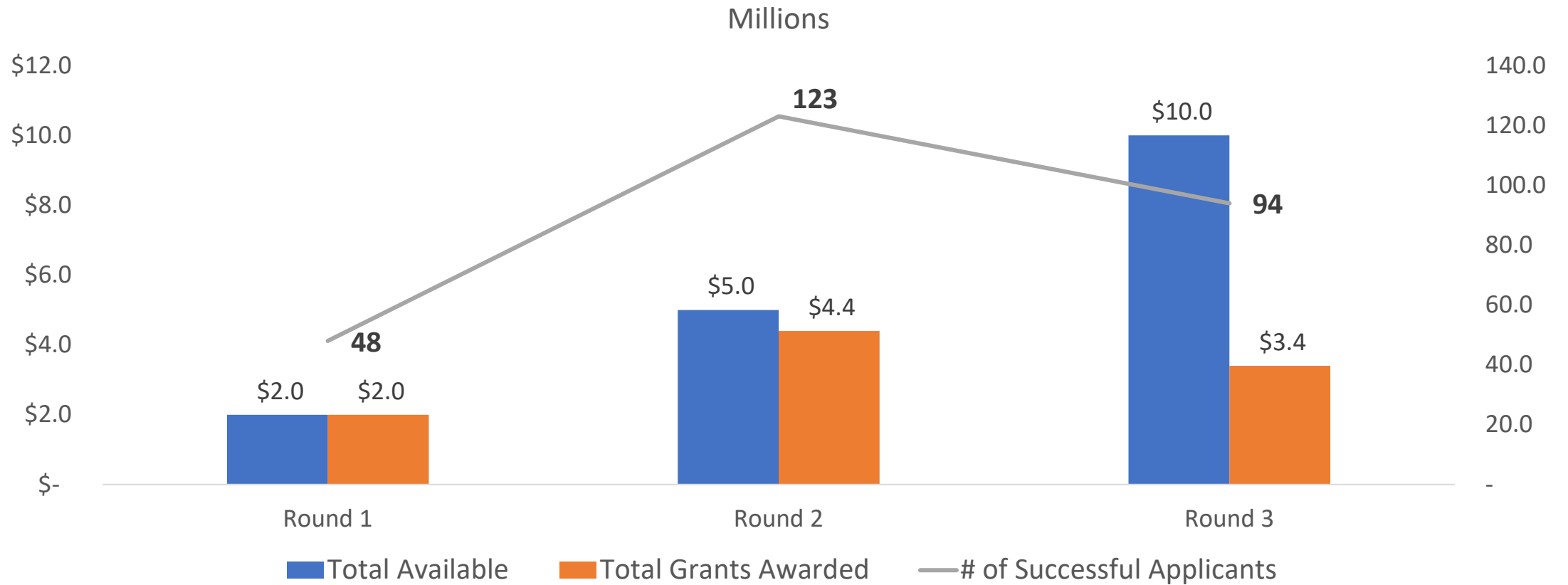
Notice of funding opportunity (NOFO) \$20k - \$50k per applicant.



Round 3 applications started on August 22, 2023, and closed on October 10, 2023.

- Round 1- Program Fees, Round 2- Program Fees and Round 3- 15% Set-Aside (Local Assistance & Other State Programs)
- More than 200 systems in Illinois still have not submitted an inventory yet.

Lead Service Line Inventory (LSLI) Summary



Lessons Learned



Applicants should read the Notice of Funding Opportunity (NOFO).



Submit the application early for possible early review and corrections before the due date.

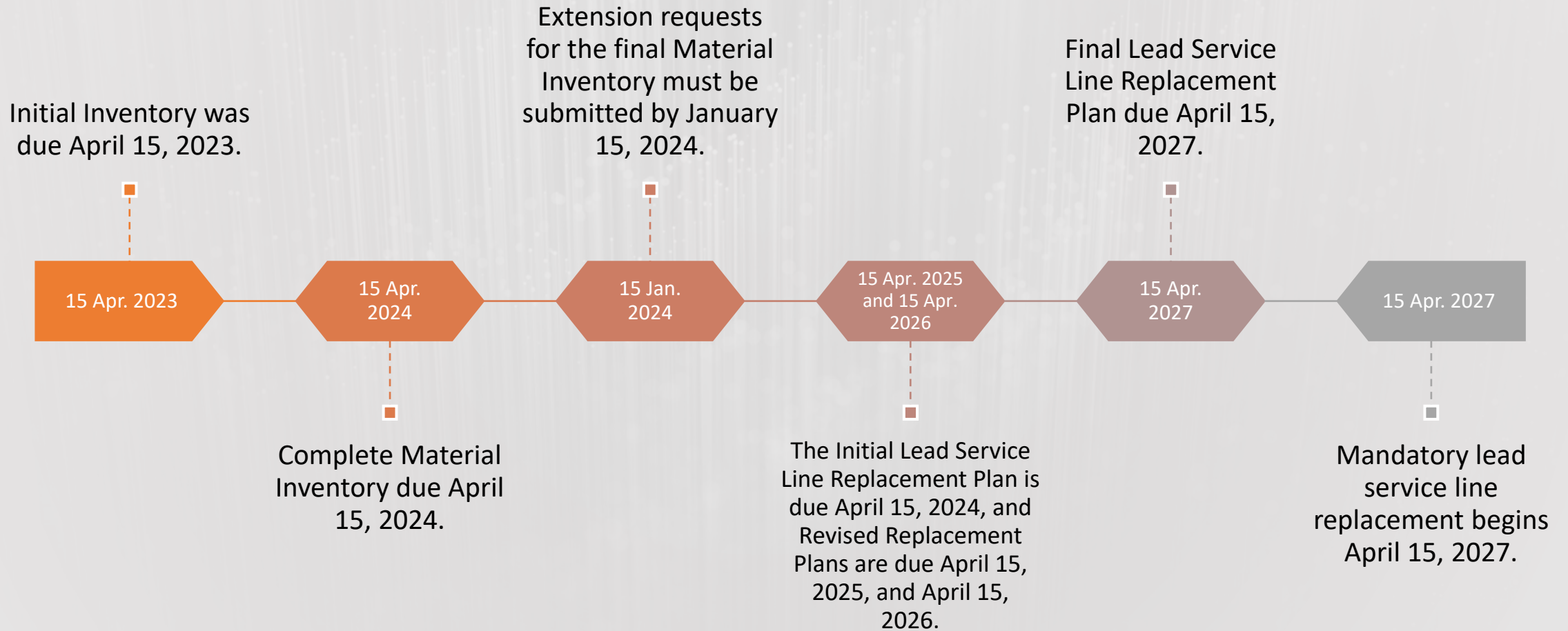


Do not hesitate to ask questions, we encourage them.



Make sure Grant Accountability and Transparency Act (GATA) information is up to date.

Requirements of LSLRNA



Lead Service Line Replacement Rate



1,200 or fewer = annual rate of no less than 7% annually with a timeline of up to 15 years.



1,200 - 5,000 = annual rate of no less than 6% annually with a timeline of up to 17 years.



5,000 - 10,000 annual rate of no less than 5% annually with a timeline of up to 20 years.



10,000 – 99,999 = annual rate of no less than 3% annually with a timeline of up to 34 years.

> 100,000- no less than 2% annually with a timeline of up to 50 years.

Lead Service Line Rule Update

DAC Definition- A community water supply system which has lead service lines that need replaced and where the MHI is less than 100% of the state average MHI.

Project area will be determined by the census tracts.

Disadvantaged Community determination made by project area not by service population of an applicant. Top ranked DAC's will receive Principal Forgiveness.

Funding cycle and application process will be same as the Public Water Supply Loan Program (PWSLP).

Under the new rule:

- 0% Interest Loans
- All Lead Service Line projects eligible for a 30 Year loan term
- 40 Year loan term for DAC
- Effective upon rule adoption

Priority Scoring Census Metrics

- The applicant will identify the census tract(s) of the project area from the U.S. Department of Commerce, Bureau of Census.
- The Agency will calculate the loan priority score by totaling the points awarded on the following criteria:
 - Median Household Income (MHI)
 - Children under the age of 6
 - Poverty Rate
 - Social Security Rate
 - Supplemental Security Income
 - Houses built Pre-1990
 - Lead Service Line burden
- New funding nomination form with new requirements coming soon.

Thank You!

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