



Stimulus and the SRF

2009 Applicants Seminar

- First draft of Intended Use Plan issued for public comment March 9, 2009
- Final IUP issued April 29, 2009
- \$90M+ in non-funded applications awaiting standby funding



Blended Loans

- Each applicant will receive a loan that is a blend of ARRA and traditional SRF funds
- CWSRF - \$44M ARRA, \$18M SRF
- DWSRF - \$19M ARRA, \$12M SRF



Principal Forgiveness

- A total of \$22M in principal forgiveness will be distributed to CWSRF borrowers, \$10M to DWSRF borrowers
- \$9M/\$4M will be applied to green infrastructure projects first
- The remainder will be split proportionately among the other borrowers

- The ARRA (stimulus) funds for water and wastewater are distributed through the SRF program
- All SRF requirements apply
- Additional requirements from the ARRA also apply

ADEM

ARRA Requirements

- Rigid Timeline
- Buy American
- Green Infrastructure
- Disadvantaged Business Enterprise
- Davis-Bacon Wage Rates
- Reporting



ARRA Timeline

- Goal to close 50% of ARRA agreements by June 17, 2009
- Certify all green infrastructure projects by August 17, 2009
- Contracts equal to at least 100% of the assistance total must be executed or under construction by February 17, 2010 or Alabama will lose ARRA funding



Buy American

- All iron, steel, and manufactured goods used in ARRA-funded projects must be produced in the United States unless EPA has issued a waiver
- Project cannot be split to avoid BA provision
- See Draft EPA Guidance



Green Infrastructure

- 20% of the ARRA funds must be applied to green infrastructure projects, as defined by EPA
- CWSRF - \$9M; DWSRF - \$4M
- ADEM will allocate 20% of the principal forgiveness to green infrastructure
- Energy efficiency, water efficiency, innovative environmental projects



Green Infrastructure

- Cost can include planning, design, and construction
- See EPA Attachment 7 and 8

ADEM

DBE

- Disadvantaged Business Enterprise
- The SRF was previously subject to the MBE/WBE program; starting with 2009 DBE will apply



Davis-Bacon Wage Rates

- Contractors must pay prevailing wage rates for laborers and mechanics for the locality in which the construction will occur
- Department of Labor administers the program
- Weekly payroll reporting to DOL is required

ADEM

ARRA Reporting

- Expect frequent, detailed reporting to ADEM (and possibly others)
- recovery.gov
- stimulus.alabama.gov
- Office of Inspector General received \$20M appropriation in ARRA

ADEM

Special Loan Conditions

- Deadline to bid
- Deadline to award all contracts
- Deadline to disburse all funds
- Additional certifications
- Principal forgiveness