

**WATER QUALITY and DRINKING WATER CAPITAL PROGRAM ADDITIONAL SUBSIDY FUNDING ELIGIBILITY CHART
FINANCING for SFY 2017/FFY 2015 IUP PROJECTS**

WATER QUALITY PROJECTS

(No more than \$1.5 million SRF loan principal forgiveness and/or State Supplemental Assistance Grant per fiscal year per applicant)

Fund Source	System Size (A) / Project Type	Disadvantaged Community (B)	All Others (Non-Disadvantaged Community)
Water Quality State Revolving Fund Program	SMALL SYSTEM WASTEWATER (212) or NPS (319)	+ Up to 50% of loan amount as SRF loan principal forgiveness; maximum \$1.5 million + Balance of SRF loan @ 25% of Market Interest Rate with up to 30-year term (based on useful project life) <i>(new)</i>	+ Up to 100% as SRF loan (no SRF loan principal forgiveness) + SRF loan @ 50% of Market Interest Rate with up to 30-year term (based on useful project life) <i>(new)</i>
	LARGE SYSTEM WASTEWATER (212) or NPS (319)	+ Up to 25% of loan amount as SRF loan principal forgiveness; maximum \$1.5 million + Balance of SRF loan @ 25% of Market Interest Rate with up to 30-year term (based on useful project life) <i>(new)</i>	+ Up to 100% as SRF loan (no SRF loan principal forgiveness) + SRF loan @ 50% of Market Interest Rate with up to 30-year term (based on useful project life) <i>(new)</i>
State Supplemental Assistance Grant (sewerage projects)	SMALL SYSTEM NON-ENR and NOT IN COMPLIANCE	+ Up to 87.5% of project cost as State grant; maximum \$1.5 million	+ Up to 25% of project cost as State grant; maximum \$1.5 million
	LARGE SYSTEM NON-ENR and NOT IN COMPLIANCE	+ Up to 50% of project cost as State grant; maximum \$1.5 million	+ No State grant
	SMALL SYSTEM NON-ENR and IN COMPLIANCE	+ Up to 50% of project cost as State grant; maximum \$1.5 million	+ No State grant
	LARGE SYSTEM NON-ENR and IN COMPLIANCE	+ Up to 25% of project cost as State grant; maximum \$1.5 million	+ No State grant

DRINKING WATER PROJECTS

(No more than \$1.5 million SRF loan principal forgiveness and/or State Water Supply Grant per fiscal year per applicant)

Fund Source	System Size (A) / Project Type	Disadvantaged Community (B)	All Others (Non-Disadvantaged Community)
Drinking Water State Revolving Fund Program	SMALL SYSTEM	+ Up to 50% of loan amount as SRF loan principal forgiveness; maximum \$1.5 million + Balance of SRF loan @ 25% of Market Interest Rate with up to 30-year term	+ Up to 100% as SRF loan (no SRF loan principal forgiveness) + SRF loan @ 50% of Market Interest Rate with up to 20-year term
	LARGE SYSTEM	+ Up to 25% of loan amount as SRF loan principal forgiveness; maximum \$1.5 million + Balance of SRF loan @ 25% of Market Interest Rate with up to 30-year term	+ Up to 100% as SRF loan (no SRF loan principal forgiveness) + SRF loan @ 50% of Market Interest Rate with up to 20-year term
State Water Supply Grant	SMALL SYSTEM NOT IN COMPLIANCE	+ Up to 87.5% of project cost as State grant; maximum \$1.5 million	+ Up to 25% of project cost as State grant; maximum \$1.5 million
	LARGE SYSTEM NOT IN COMPLIANCE	+ Up to 50% of project cost as State grant; maximum \$1.5 million	+ No State grant
	SMALL SYSTEM IN COMPLIANCE	+ Up to 50% of project cost as State grant; maximum \$1.5 million	+ No State grant
	LARGE SYSTEM IN COMPLIANCE	+ Up to 25% of project cost as State grant; maximum \$1.5 million	+ No State grant

(A) To qualify as a Small System, the project must benefit (serve) a current population < 10,000 AND that same benefitting (served) population must be responsible for the capital cost of the project

(B) To qualify as a Disadvantaged Community (DAC), one of the following criteria must be met:

1. Water or sewer (as applicable) user rate/year per Equivalent Dwelling Unit (EDU) > 1% of Community Median Household Income (MHI); or
2. Project is physically located and benefits an MDE approved Environmental Benefit District; or
3. Project is physically located and benefits a community with MHI less than 70% of State MHI; or
4. Project is physically located and benefits a community in a Maryland County (including Baltimore City) with a high unemployment rate (upper 25th percentile) *(new)*; or
5. Project is physically located and benefits a community in a Maryland County (including Baltimore City) where the US Census data shows a declining population trend *(new)*

In addition to above, where the water (or sewer, as applicable) user rate would, and subsequently does, increase by more than 20% to achieve financial capacity (as determined by MDE), the Owner may qualify for up to 25% of the loan amount a loan principal forgiveness, not to exceed \$1.5 million.