2023 IACC - Wenatchee



USDA - Rural Development
Water and Environmental
Program (WEP)

Financing of Water, Wastewater, Stormwater and Solid Waste Projects



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USDA –**RD** has these two programs:

The Water & Environment Program (WEP)

The Community Facilities Program (CF)







RD Water and Environmental Program (WEP)

Provides financial assistance for water, sewer, storm water and solid waste disposal facilities to:

- Rural Areas with populations less than 10,000
- Eligible applicants include municipalities, counties, special purpose districts, Indian tribes, and non-profit corporations such as homeowners associations
- Priority will be given to public entities in areas smaller than 5,500 people to restore a deteriorating water supply, or to improve, enlarge, or modify a water facility or an inadequate waste facility.
- Preference will also be given to requests that involve the merging of small facilities and those serving low-income communities.



Funding

Loans and Grants may be used for:

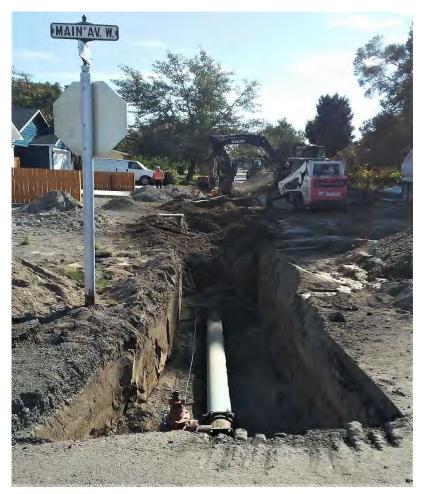
- Construct, repair, modify, expand or make improvements to:
 - water supply and distribution systems
 - waste collection and treatment systems
 - storm drainage and solid waste disposal facilities

Other costs eligible for reimbursement are:

- acquire a water supply or water rights
- legal and engineering costs, connected with development of facilities
 & planning
- acquisition of rights-of-way and easements
- relocation of roads and utilities
- Equipment if it is tied to the utility and necessary for proper O&M
- Subsequent funds for cost over runs are acceptable



Soap Lake Water & Sewer Mains Project

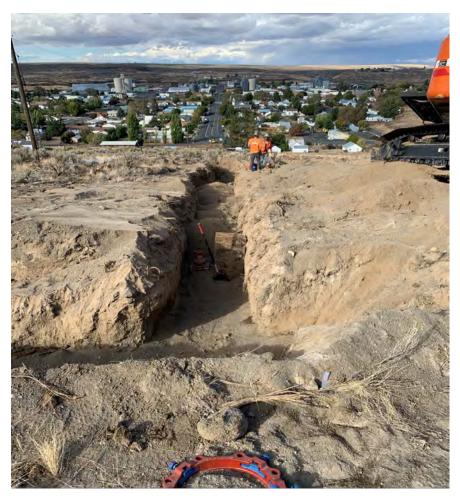






Odessa Street & Water Mains Project







RD Financial Assistance for WEP

- Provides loans up to 40 years on projects.
- Current interest rates are determined each quarter.
 Right now they are:
 - 2.375%, 2.125% and 3.875%
- Median Household Income (MHI) Must be below \$78,874 (State Nonmetropolitan Household Income) to qualify for <u>up to 45</u>% grant
- Health & Sanitary financing
- Must be below \$63,099 (80% of SNMHI) to qualify for <u>up to 75%</u> grant.

RD Financial Assistance for WEP

- Can apply anytime during the year.
- All applications are required to be accompanied by both an environmental report (ER) and preliminary engineering report (PER).
- Coordinates with State RD Engineer & Environmental Coordinator for technical assistance through project
- Be your contact throughout the construction phase.
- Project close out/ loan closing
- Servicing, payment collection and annual reports



City of Brewster

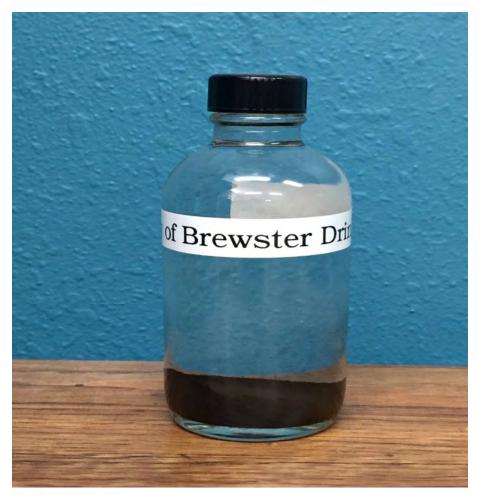


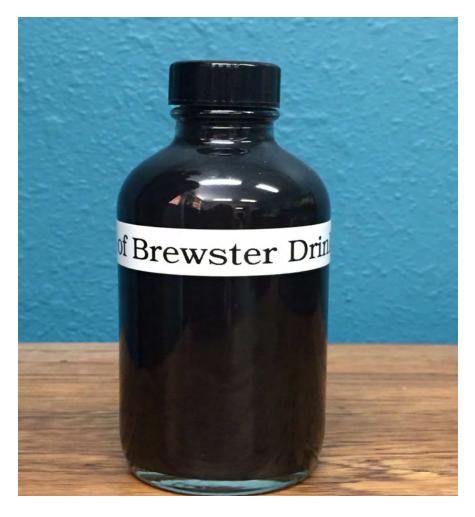




Tell Us Your Story

City of Brewster

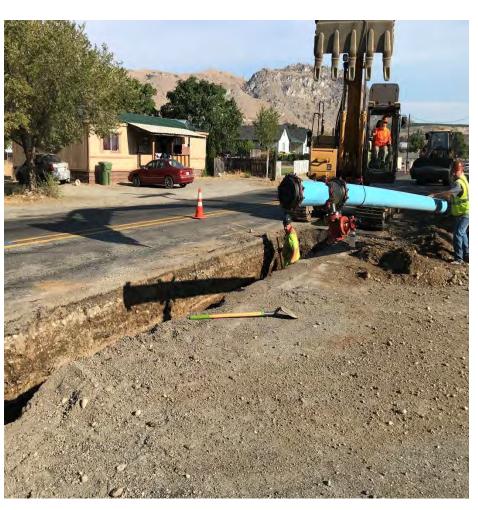






City of Brewster



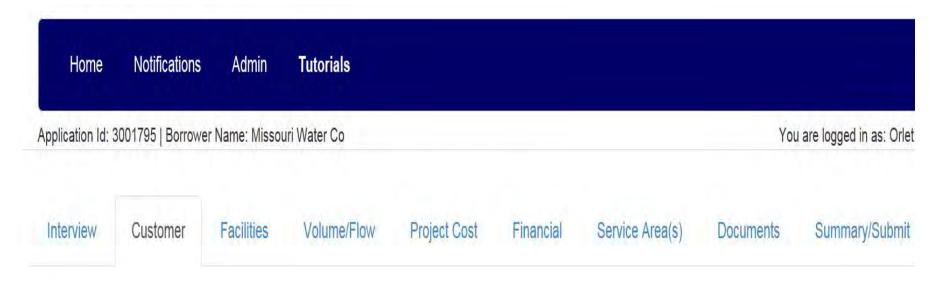




RD Apply Online Application

What is RD Apply?

- New web-based application system used to apply to Rural Development
- User-friendly tracking of application process, keeps track of the flow
- Currently can be used for Water and Wastewater program
- Users will be linked to the application with an E-Authentication ID



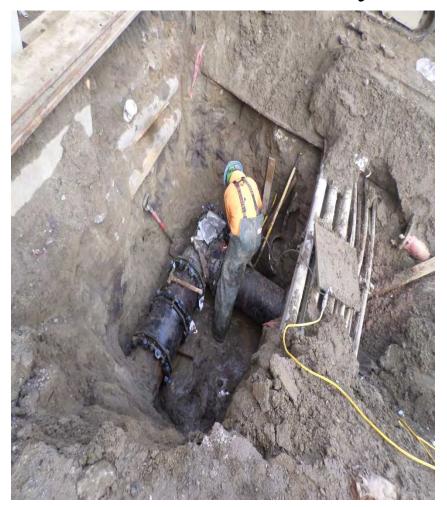


RD Apply Online Application

- eAuth is the Security System that RD Apply and many USDA public applications utilize for access.
- eAuth is the login process that is required to get into RD Apply.
- eAuth is only available to those who have signed up to receive their eAuth ID.
- In order to get into RD Apply and work in it, a Level 2 eAuth ID must be received.



City of Leavenworth







City of Leavenworth







Noteworthy Points

- NEPA
- EJCDC (Engineers Joint Contracting Documents Committee)
- EDU's (Equivalent Dwelling Units)
- Other Credit
- BABA (Build America Buy American)
- Does RD require wages under the Davis Bacon Act & State Wage Requirements?
- Interim Financing
- Subsequent Financing



Build American Buy American

What is BABA

General or Supplemental Conditions

Definitions section:

- Build America, Buy America Act (BABAA) Requirements instituted by the Bipartisan Infrastructure Law of 2021 mandating domestic preference that <u>all iron and steel</u>, <u>manufactured</u> <u>products</u>, and <u>construction materials</u> are <u>produced in the United States</u>.
- Construction Materials Those articles, materials, or supply other than an item of primarily iron
 or steel; a manufactured product; cement and cementitious materials; aggregates such as stone,
 sand, or gravel; or aggregate binding agents or additives that are or consist primarily of: nonferrous metals, plastic and polymer-based products, glass, lumber or drywall.
- Manufactured Product Items assembled out of components, or otherwise made or processed from raw materials into finished products. Manufactured products must be manufactured (assembled) in the United States, and the cost of components that were mined, produced, or manufactured in the United States must be greater than 55 percent of the total cost of all components of the project.
- Manufacturer's Certification Documentation provided by a Manufacturer, certifying that the items provided by Manufacturer meet the domestic preference requirements of BABAA.

RUS Bulletin 1780-26

Instructions for implementing BABA Language into the EJCDC Documents.



Rural Development Web Sites

https://www.rd.usda.gov/wa

 https://www.rd.usda.gov/programsservices/water-environmental-programs

 https://www.rd.usda.gov/programsservices/rd-apply



