Non-Point Source Funding
Under Vermont CWSRF

NEIWPCC SRF/NON-POINT SOURCE 2.22.21
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VERMONT DEPARTMENT OF ENVIRONMENTAL CONSERVATION
What is the CWSRF?

20% State Match → Clean Water State Revolving Fund

Federal Grant → CWSRF Loans

Federal Grant → Loan Repayments

VERMONT DEPARTMENT OF ENVIRONMENTAL CONSERVATION
Vermont Act 185

Lake Champlain TMDL release

+ Vermont CWSRF’s large balance

+ Not enough state funds to meet TMDL needs

= Proposal for Act 185
- Expand project eligibility
  - Fund all federally eligible project types
  - Enable project types for sponsorship

- Enable sponsorship
  - “BOGO” for municipality to sponsor natural infrastructure projects
  - No bond vote required

- Expand borrower eligibility to allow non-profits
  - Increase utilization of fund
  - Private entities charged higher rate to offset anticipated sponsorship “loss”
What we’re doing now
Natural Infrastructure Projects

- Land acquisition
- Wetland restoration
- Floodplain/stream restoration
- River corridor easement
- Woody buffer planting
- Lake shoreland retrofit, erosion repair
- Dam removal
WISPr – Water Infrastructure Sponsorship Program

Pairs a traditional treatment works project with a nonpoint source project

Sponsor: Municipal treatment works project
Sponsored: Natural resources project
Done by municipality (self-sponsor) or private non-profit

Sponsored project forgiven via reduced administrative fee on overall project – no net cost to implementer
Sponsoring municipality gets additional 0.1% administrative fee reduction
$1,000,000 traditional treatment works project

<table>
<thead>
<tr>
<th></th>
<th>Loan amount</th>
<th>Admin. fee rate</th>
<th>Annual payment</th>
<th>Total admin. fee</th>
<th>Total payment</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Without Sponsorship</strong></td>
<td>$1,000,000</td>
<td>2.0%</td>
<td>$61,157</td>
<td>$223,134</td>
<td>$1,223,134</td>
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<tr>
<td><strong>With Sponsorship</strong></td>
<td>$1,100,000</td>
<td>1.0%</td>
<td>$60,957</td>
<td>$119,137</td>
<td>$1,219,137</td>
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</tbody>
</table>

Administrative fee reduction: $103,997

Savings to municipality: $39,97
Interim Financing

5 year term
0% interest (muni)
0.6% (non-profit)

Depressed payments first 4 years

New partners for SRF!
Looking forward
Get more Interim Financing successes
Get WISPr working smoothly
Develop new strategies and initiatives to do more