



United States
Department of
Agriculture

Rural Development

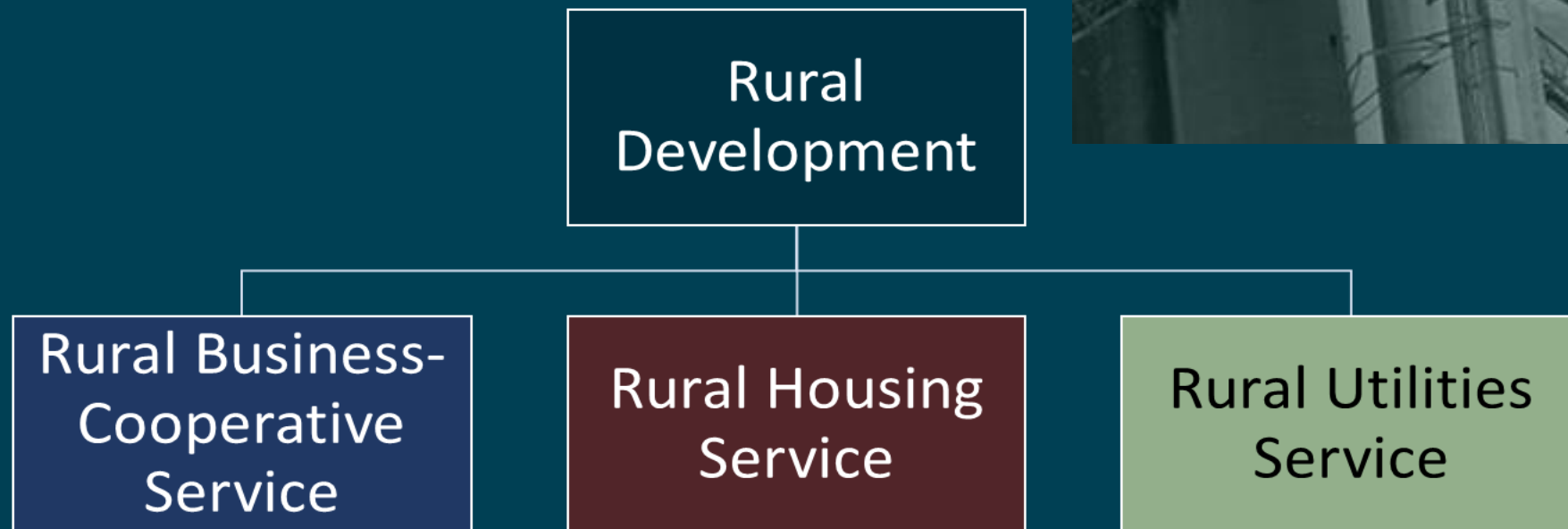


Infrastructure for Rural America

USDA Rural Development

Presented by Christina Cerio, Community Programs Specialist

Rural Development



- Rural Development
 - Rural Business-Cooperative Service
 - Rural Housing Service
 - Rural Utilities Service

Clean water and sanitation help for rural communities



Infrastructure for Rural America

- **Drinking water sourcing, treatment, storage tanks and distribution; pumping stations**
- **Sewer collection, transmission, treatment and disposal;**
- **Solid waste collection, disposal and closure;**
- **Storm water collection, transmission and disposal.**

Water and Waste Disposal Loans and Grants

An applicant must be:

- ❖ A public body
 - ❖ Not-for-profit organization
 - ❖ Native American tribe on Federal or State reservations or other Federally recognized tribes
-
- Rural areas with population of 10,000 or less

Infrastructure for Rural America

WEP Direct Loan Terms

- Loan repayment shall not exceed the useful life of the facility or 40 years.
- Applicant is responsible for short term financing during construction period.

Infrastructure for Rural America

WEP Guaranteed Loan Terms

- Term is negotiated between lender and applicant but cannot exceed 40 years.
- Loan made by a commercial lender
- Guarantee by the Government (up to 90%)

Infrastructure for Rural America

WEP Interest Rates:

- Poverty 2.5%
- Intermediate 3.375%
- Market 4.25%

Rates Change quarterly – Jan, April, July & October

Loan Security - Loans must be adequately secured:

- ❖ **General Obligation – NY requires GO Bonds for Municipalities**
- ❖ **Revenue Bonds for Authorities**
- ❖ **Assignment of Income**

Water and Waste Disposal Loans and Grants

- ✓ Construction costs
- ✓ Purchasing existing facilities to improve service or prevent loss of service
- ✓ Legal and engineering fees
- ✓ Land acquisition, water and land rights, permits and equipment

Water and Waste Disposal Grants

- May be provided to reduce user costs to a reasonable level.
- A reasonable level is determined by comparison to similar systems.
- Keep in Mind the annual appropriations gave USDA funding levels that equate to 80% loan and 20% grant. So just because the applicant may qualify for 75% grant or 45% most will not get grant at that level.
- New York State policy has implemented a minimum cost per EDU of 1.6% of the MHI before any grant funding will be provided to a project.

Water and Waste Disposal Grants

GRANT ELIGIBILITY

Not to exceed 75% of eligible project costs

- Project to alleviate a documented health or sanitary problem.

AND

- MHI of service area is below the higher of poverty line or 80% of the SNMHI (\$45,506).

Water and Waste Disposal Grants

GRANT ELIGIBILITY (Cont.)

Not to exceed 45% of eligible costs

- The project is not eligible for up to 75%
- MHI of service area exceeds 80% (\$45,506) is less than the SNMHI but not more than 100% (\$56,882).

0% of eligible costs

- MHI of service area is greater than the SNMHI (\$56,882).

Emergency Community Water Assistance Grants (ECWAG)

- Helps eligible communities prepare, or recover from, an emergency that threatens the availability of safe, reliable drinking water.
- Eligible applicants include: local governmental entities, non-profits and federally recognized tribes, serving rural areas 10k or less.
- Grants made for repairs, partial replacement, cannot exceed \$150,000. Grants not to exceed \$1,000,000 for new water source.

Predevelopment Planning Grants (PPG)

Special Evaluation Assistance for Rural Communities (SEARCH) Grants

- ✓ Assists low-income communities with initial planning and development of applications
- ✓ Predevelopment feasibility studies, design and engineering assistance, and technical assistance for funding applications

Infrastructure for Rural America

PPG Program

- Eligible areas include rural towns/cities/villages (**10,000** or less), not for profit organizations and federally recognized tribes that have a 2010 MHI less (\$45,506).
- Max. grant amount is **\$30,000** or **75%** of predevelopment planning costs

SEARCH Program

- Eligible areas include rural towns/cities/villages (**2,500** or less), not for profit organizations and federally recognized tribes that have a 2010 MHI less (\$45,506).
- Max. grant amount is **\$30,000** or **100%** of predevelopment planning costs

Water & Waste Disposal Grants to Alleviate Health Risks on Tribal Lands and Colonias (Part 1777 Section 306C)

- Provides low-income communities with significant health risks access to safe, reliable drinking water and waste disposal facilities and services
- Funds may be used for construction of basic drinking water and waste disposal systems including storm drainage
 - NOTE: Utility districts may also be able to provide grants to individual households to install indoor plumbing and connect to the system.

Infrastructure for Rural America

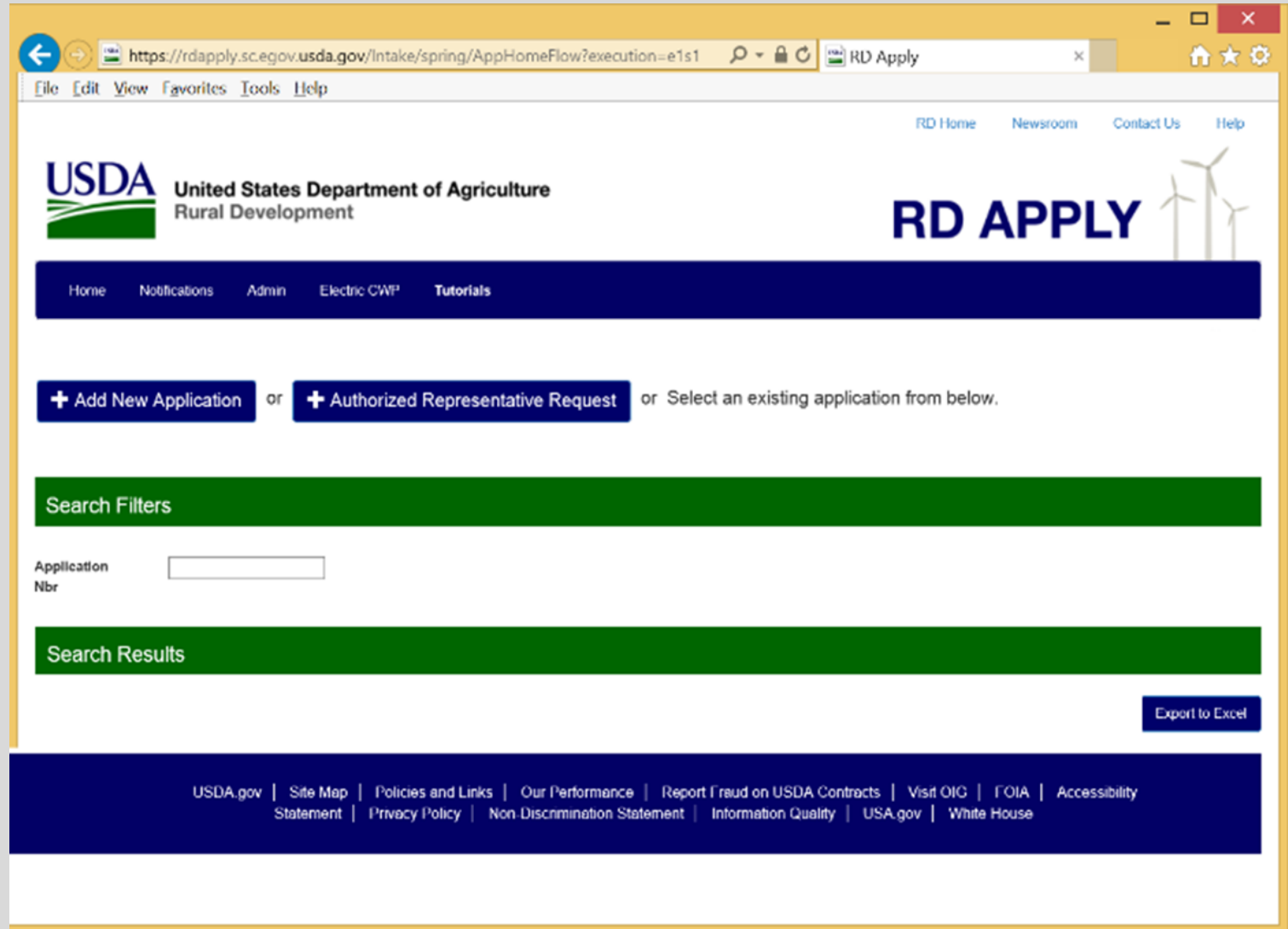
Water & Waste Disposal Grants to Alleviate Health Risks on Tribal Lands and Colonias (Part 1777 Section 306C)

- Eligible Entities: public bodies serving eligible areas, nonprofit organizations, utility districts serving Colonias, and Federally recognized tribes.
- Eligible Area: federally recognized tribal lands, areas recognized as Colonias before 10/1/89, rural areas with population under 10,000.
 - NOTE: Areas not located in a Colonia must meet per capita income and unemployment rate requirements.

Water and Environmental Programs (cont'd)

RD Apply

- Safe and secure
- Convenient and available 24/7
- Faster processing with less paper



The screenshot displays the RD Apply web application interface within a browser window. The browser's address bar shows the URL: <https://rdapply.sc.egov.usda.gov/Intake/spring/AppHomeFlow?execution=e1s1>. The page features the USDA logo and the text "United States Department of Agriculture Rural Development" on the left, and "RD APPLY" with a wind turbine icon on the right. A navigation menu includes links for "RD Home", "Newsroom", "Contact Us", and "Help". Below this, a dark blue navigation bar contains "Home", "Notifications", "Admin", "Electric CWP", and "Tutorials". The main content area has three primary actions: "+ Add New Application", "+ Authorized Representative Request", and "Select an existing application from below.". A "Search Filters" section includes a text input field labeled "Application Nbr". Below this is a "Search Results" section, which is currently empty. An "Export to Excel" button is located in the bottom right corner of the search results area. The footer contains a list of links: "USDA.gov", "Site Map", "Policies and Links", "Our Performance", "Report Fraud on USDA Contracts", "Visit OIG", "FOIA", "Accessibility Statement", "Privacy Policy", "Non Discrimination Statement", "Information Quality", "USA.gov", and "White House".

Village of Monticello – WWTP Project

- Total project Cost: **\$20 Million**
- The proposed project is for the upgrade of the WWTP, sewer main repairs, and pump station upgrades
- Other funding - \$569,000
- RD Loan – \$7,841,500
- RD Grant – \$11,947,000



Village of Port Leyden – Sewer System Project

Total project Cost: **\$2.8 Million**

The project is for sanitary sewer collection system and treatment plant upgrades.

CDBG funding - \$600,000

RD Loan – \$1,663,000

RD Grant – \$549,000



Rural Infrastructure Programs



Community Facilities Programs

Loans and grants for essential community infrastructure.

Rural Infrastructure Programs

Eligibility:

An applicant must be:

- A public body
- Not-for-profit organization
- Native American tribe on Federal or State reservations or other Federally recognized tribes

The facility must be located in a town/city/village with a population under 20,000.



Rural Infrastructure Programs

Eligible Projects:

- **Purchase real estate**
- **Construction, expansion, or renovations**
- **Purchase vehicles and major equipment**

Eligible Loan and Grant Purposes:

- ❖ **Construction Related Costs**
- ❖ **Technical Services- Architectural Fees**
- ❖ **Soft Costs**

Ineligible Loan and Grant Purposes

- Facilities to be used for recreational purposes – unless for educational purposes such as schools and libraries.
- Commercial Enterprises
- Electric generation and transmission facilities or telephone systems.
- Loan and/or grant finder's fees/application preparation fees.
- Projects that are not modest in size, type, and design

Rural Infrastructure Programs

Rates / Terms:

- ❖ **Interest Rate – currently 4.25%**
- ❖ **New Construction – typically 30 years for Public Bodies**
- ❖ **Rehabilitation/Expansion – typically 20 years**
- ❖ **Major Equipment – varies (useful life, ranges 5 to 15 years)**
- ❖ **New Fire Trucks, Rescue Vehicles and Police Cars – up to 15 years or useful life**

St. Regis Mohawk Tribe



- Diabetes Center of Excellence
 - Supports Tribal Council *'Let's Get Healthy Program'*
 - 15,000 sq ft facility
 - 2,500 sq ft fitness room w/ equipment
 - Collaborative multi-agency and community project w/ tribe
- **Total Project Cost:** **\$3,382,114**
 - \$1,266,234 Awkesasne Housing Authority
 - \$1,000,000 St. Regis Mohawk Tribe
 - \$600,000 U.S. HUD
 - \$206,900 USDA Rural Development (FY11)
 - \$129,700 USDA Rural Development (FY12)

Cobleskill Fire Department

Loan Funds - **\$560,000**

Grant Funds - **\$80,000**

Leveraged Funds - **\$40,000**

Total Project Costs –
\$680,000



Mercy Flight - Western

Total project Cost: **\$24 Million**

Acquisition of three state of the art
Bell 429 helicopters:

RD Direct Loan: \$11,381,000

RD Guaranteed Loan: \$11,381,000

Applicant Contribution: \$ 1,431,200



Rural Infrastructure Programs

OVERVIEW OF SUCCESS – Fiscal Year 2018

	<u>Loans/Grants</u>	<u>Funding</u>	<u>FY2019</u>
WEP Direct Loans	51	\$101,097,000	\$37,271,000
WEP Direct Grants	41	\$28,183,850	\$11,316,000
SEARCH / Preliminary Planning Grants (PPG)	7	\$164,000	
Emergency Community Water Assistance Grant (ECWAG)	2	\$299,200	
Rural Economic Area Partnership (REAP)	1	\$988,000	

REAP – Sullivan, Town of Wawarsing & Tioga County only

Rural Infrastructure Programs

Overview of Success – FY 2018

	<u>Loans/Grants</u>	<u>Funding</u>
Community Facilities (CF)		
CF Direct Loans	20	\$56,144,000
CF Direct Grants	12	\$ 574,600
EII Grants (Economic Impact Initiative Grants)	4	\$ 127,800

FY 2019 – no funding yet, we are going with the assumption funding will be similar to last Fiscal Year.

Rural Infrastructure Programs

Area Offices:

Batavia Service Center - Voice: (585) 343-9167, ext. 4

Bath Service Center - Voice: (607) 776-7398, ext. 4

Canandaigua Service Center - Voice: (585) 394-0525, ext. 4

Canton Service Center - Voice: (315) 386-2401, ext. 4

Cortland Service Center – Voice: (607) 753-0851 x4

Watertown Service Center - Voice: (315) 782-7289, ext. 4

Marcy Service Center - Voice: (315) 736-3316, ext. 4

Greenwich Service Center - Voice: (518) 692-9940, ext. 4

Schoharie Service Center - Voice: (518) 295-8600, ext. 4

Middletown Service Center - Voice: (845) 343-1872, ext. 4



USDA RURAL DEVELOPMENT: www.rd.usda.gov

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