

Clean Water Capitalization Grant - Subsidy Funding

FY2012 Request: \$1,826,274

Reference No: 49698

AP/AL: Appropriation

Project Type: Water / Sewer / Solid Waste

Category: Health/Human Services

Location: Statewide

House District: Statewide (HD 1-40)

Impact House District: Statewide (HD 1-40)

Contact: Lynn Kent

Estimated Project Dates: 07/01/2011 - 06/30/2016

Contact Phone: (907)269-7599

Brief Summary and Statement of Need:

The federal Clean Water Capitalization Grant requires States to issue subsidies (a loan forgiveness process). The subsidy amount required was identified under the grant terms the Environmental Protection Agency has identified for Alaska. This program has in the past functioned strictly as a loan program until fiscal year 2011 when this provision was added to the federal budget. In order to implement this provision, an appropriation is necessary to properly record the loan forgiveness payment as an expense in the Alaska Clean Water Fund. This project contributes to the Department's End Result A - Citizens are Protected.

Funding:	<u>FY2012</u>	<u>FY2013</u>	<u>FY2014</u>	<u>FY2015</u>	<u>FY2016</u>	<u>FY2017</u>	<u>Total</u>
Clean Wtr	\$1,826,274	\$1,826,274	\$1,826,274	\$1,826,274	\$1,826,274	\$1,826,274	\$10,957,644
Total:	\$1,826,274	\$1,826,274	\$1,826,274	\$1,826,274	\$1,826,274	\$1,826,274	\$10,957,644

<input type="checkbox"/> State Match Required	<input type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased - new	<input type="checkbox"/> Phased - underway	<input checked="" type="checkbox"/> On-Going
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill	

Operating & Maintenance Costs:

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	0
Totals:	0	0

Additional Information / Prior Funding History:

\$1,826,274 in FY11.

Project Description/Justification:

The Clean Water Capitalization Grant is \$12,194,000. \$1,826,274 must be used for subsidies (loan forgiveness). Without authorization this federal year to issue these subsidies, the Department will not be eligible to receive this funding and will be unable to award loan funds and principal forgiveness in FY2012.