

Drinking Water Capitalization Grant - Subsidy Funding**FY2013 Request: \$4,634,000****Reference No: 49697****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:** Michelle Bonnet**Estimated Project Dates:** 07/01/2012 - 06/30/2017**Contact Phone:** (907)269-6281**Brief Summary and Statement of Need:**

The federal Drinking Water Capitalization Grant requires States to issue 30% of the funding as subsidies (a loan forgiveness process). This program has in the past functioned strictly as a loan program until FY2011 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 Drinking Water Fund.

Funding:	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	Total
ADWF	\$4,634,000						\$4,634,000
Total:	\$4,634,000	\$0	\$0	\$0	\$0	\$0	\$4,634,000

<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:

\$4,071,900 in FY2012 and FY2011.

Project Description/Justification:

\$4,634,500 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 FY2013.

This project contributes to the Department's End Result A - Citizens are Protected.