

**WATER QUALITY CAPITAL PROJECTS
ADDITIONAL SUBSIDY FUNDING ELIGIBILITY CHART
FINANCING for FFY 2016+ IUP / SFY 2018+ PROJECTS**

WATER QUALITY PROJECTS

Fund Source	System Size/Project Type	Disadvantaged Community ²	All Others (Non-Disadvantaged Community)
WATER QUALITY STATE REVOLVING LOAN FUND	PUBLIC SMALL ¹ SYSTEM (TREATMENT WORKS OR NON-TREATMENT WORKS)	+ Up to 50% of loan amount as SRF loan principal forgiveness; maximum \$1.5 million per fiscal year per applicant + Balance of SRF loan @ 25% of Market Interest Rate with up to 30-year term (based on useful project life)	+ Up to 100% as SRF loan (no SRF loan principal forgiveness) + SRF loan @ 50% of Market Interest Rate with up to 30-year term (based on useful project life)
	PUBLIC LARGE SYSTEM (TREATMENT WORKS OR NON-TREATMENT WORKS)	+ Up to 25% of loan amount as SRF loan principal forgiveness; maximum \$1.5 million per fiscal year per applicant + Balance of SRF loan @ 25% of Market Interest Rate with up to 30-year term (based on useful project life)	+ Up to 100% as SRF loan (no SRF loan principal forgiveness) + SRF loan @ 50% of Market Interest Rate with up to 30-year term (based on useful project life)
	PRIVATE SMALL ¹ OR LARGE SYSTEM (NON-TREATMENT WORKS)	+ Up to 100% as SRF loan (no SRF loan principal forgiveness) + SRF loan @ 25% of Market Interest Rate with up to 30-year term (based on useful project life)	+ Up to 100% as SRF loan (no SRF loan principal forgiveness) + SRF loan @ 50% of Market Interest Rate with up to 30-year term (based on useful project life)
BAY RESTORATION FUND WASTEWATER GRANT	ENR UPGRADE (MAJOR OR MINOR WWTP)	+ Up to 100% of eligible ENR costs as BRF Wastewater Grant	+ Up to 100% of eligible ENR costs as BRF Wastewater Grant
	IMPROVEMENTS TO EXISTING WASTEWATER SYSTEMS (e.g., CSO/SSO abatement and sewer rehab)	+ Up to 87.5% of project costs as BRF Wastewater Grant	+ Up to 87.5% of project costs as BRF Wastewater Grant
	SEWER EXTENSIONS TO CONNECT HOMES ON SEPTICS TO BNR/ENR WWTP	+ Up to 100% (max \$20,000) per existing home connected as BRF Wastewater Grant (up to 50% for household income >\$300,000)	+ Up to 100% (max \$20,000) per existing home connected as BRF Wastewater Grant (up to 50% for household income >\$300,000)
	NITROGEN REDUCTION USING BEST AVAILABLE TECHNOLOGY AT SHARED COMMUNITY SEPTIC SYSTEMS	+ Up to 100% per existing home connected as BRF Wastewater Grant (up to 50% for household income >\$300,000)	+ Up to 100% per existing home connected as BRF Wastewater Grant (up to 50% for household income >\$300,000)
	STORMWATER (MS4) PROJECTS BY LOCAL GOVERNMENTS WITH SYSTEM OF CHARGES	+ Up to 50% of project costs as BRF Wastewater Grant	+ Up to 50% of project costs as BRF Wastewater Grant

¹ To qualify as a Small System, the project must benefit (serve) a current population < 10,000 AND that same benefitting (served) population must be responsible for the capital cost of the project.

² To qualify as a Disadvantaged Community (DAC), one of the following criteria must be met:

- a) Water or sewer (as applicable) user rate/year per Equivalent Dwelling Unit (EDU) > 1% of Community Median Household Income (MHI); or
- b) Project is physically located and benefits an MDE approved Environmental Benefit District; or
- c) Project is physically located and benefits a community with MHI less than 70% of State MHI; or
- d) Project is physically located and benefits a community in a Maryland County (including Baltimore City) with a high unemployment rate (upper 33rd percentile); or
- e) Project is physically located and benefits a community in a Maryland County (including Baltimore City) where the US Census data shows a declining population trend.

In addition to above, where the water/sewer (as applicable) user rate would need to (and subsequently does) increase by more than 20% to achieve financial capacity (as determined by MDE), the Owner may qualify for up to 25% of the loan amount as loan principal forgiveness, not to exceed \$1.5M per fiscal year per applicant.

BNR upgrade - technology capable of reducing nitrogen in wastewater effluent to not more than 8 mg/l (annual average).

ENR upgrade - technology capable of reducing nitrogen and phosphorus in wastewater effluent to not more than 3 mg/l and 0.3 mg/l, respectively (annual average).