

**IUPs 2022**

**Attachment V**

**CHECK LIST FOR PRIORITY RATING/PROJECT FACT SHEET**  
**Revised August 2017-Hardship/Disadvantaged**  
**Revised May 2019, Americas Water Infrastructure Act of 2018 (AWIA)**  
**Revised January 2023, Asset Management**  
**Revised April 2023, Lead Service Line and Emerging Contaminants, BIL**

## CHECK LIST FOR PRIORITY RATING/PROJECT FACT SHEET

### I. General Information must be provided:

1. The prospective applicant that may be applying for a loan.
2. Identify the appropriate contact person who will represent the drinking water system.
3. Describe the proposed project and the need for the proposed project.
4. Construction cost estimate.
5. Deficiency report and/or Comprehensive Performance Evaluation (CPE).
6. Preliminary Engineering Report.
7. Indicate the Median Family Income Level that is applicable to the service area of the water system.

### II. System Criteria Information:

#### Compliance with Safe Drinking Water Act (SDWA) Indicate if:

- \_\_\_ 1. The project is related to systems and/or systems which utilize surface water or ground water under the direct influence of surface water that are not in compliance with the surface water treatment requirements.
- \_\_\_ 2. Or have had any acute violations (e.g., fecal coliform or nitrates) and have been issued an administrative order, directive, or recommendation by DOH requiring the correction of any noncompliance of its treatment facilities to address an immediate public health threat for one or more of the following:

#### **A. Maximum Contaminant Level (MCL) / Treatment Technique Violations** (more than one item may apply):

1. Microbiological
  - \_\_\_ a. Surface Water Treatment Rule
    - \_\_\_ i. Filtration and/or groundwater wells, interconnection and/or consolidation of water systems to comply with the SDWA
    - \_\_\_ ii. Filtration Performance (NTU compliance)
    - \_\_\_ iii. CT Disinfection
  - \_\_\_ b. E. Coli
  - \_\_\_ c. Total Coliform
  - \_\_\_ d. Cryptosporidium
- \_\_\_ 2. Organics-
  - \_\_\_ a. Organics Chemical (SOC/VOC) and disinfection by-products
- \_\_\_ 3. Maximum Contaminant Level (MCL) violations (except acute violations) or exceedance of action levels Lead and Copper/Corrosion (mandated)
- \_\_\_ 4. Radiological
- \_\_\_ 5. Inorganic/Physical
  - \_\_\_ a. Nitrates
  - \_\_\_ b. Other health-related inorganic

**B. Public Health Risk** - indicate if :

- 1. Projects which eliminate critical or chronic or potential health hazard
- 2. Provide protection against significant health hazard (Documentation must be provided by the applicant to determine if the public health problem exist)

3. Indicate if the appurtenance is a:

- a. rehabilitation
- b. replacement
- c. repair

For:

- 1. Inadequate Source Capacity
- 2. Existing transmission or distribution mains to prevent contamination caused by leaks/breaks in the pipe
- 3. Improve water measures to maintain safe levels
- 4. Existing pump stations
- 5. Finished water storage (uncovered if applicable)
- 6. New finished water storage facilities needed to maintain pressure in the system and/or prevent contamination

**C. Systems in needs (Reliability Dependability)** – Indicate if the projects are related to the existing treatment facilities or systems components to meet the design standards sanitary code:

- 1. replacement
- 2. major rehabilitation

Indicate the action to be undertaken for:

- 1. Complete replacement
- 2. major rehabilitation

of the existing surface water filtration facility that has exceeded design life and/or does not meet the design standards in the current edition of PRASA's Design Standards.

In lieu of:

- a. filtration
- b. installation of groundwater wells
- c. interconnection with, or purchase from adjacent water system

Indicate the action to be undertaken for components to meet the design standards in the current edition of PRASA's Design Standards:

- 3. upgrade
- 4. replacement
- 5. installation for major vulnerable system

The following may apply:

- a. A principal component integral to an existing filtration process such as sedimentation, flocculation, filtration, chemical feed, of backwashing (select one of the indicated above)
- b. Pumps stations
- c. Existing wells
- d. Existing disinfection systems for a groundwater/surface water supply (select one of the indicated above)

- e. Transmission main
  - f. Finished water or distribution storage
  - g. Other water treatment systems (or replacement of source instead of treatment)
6. Aged mains and appurtenances
  7. Redundancy of critical components (pumps, valves, chemical feed-systems) (select one of the indicated above)
  8. Asbestos main replacement
  9. Control/automation for operational efficiency (computerization, control valves, metering, laboratory upgrading) (select one of the indicated above)
  10. Inadequate source capacity which is not a public health hazard

**D. Governmental Needs (more than one may apply)**

Indicate if project is to service contaminated or insufficient yielding private wells at existing residential housing:

1. Development of a water systems
2. Extending existing system
3. Indicate if the system is to:
  - a. Consolidation of water systems (can include improving technical, managerial, and financial capacity development (name the system been consolidated)
4. System depends on a Sole Source aquifer for its source (These points can only be obtained if system scores points from Criterion A, B or C)
5. A project that has received written commitment of funding from another sources. Indicate type of source. Indicate type of source (eg co-funded with Clean Water SRF, Rural Development, HUD, etc.)
6. Purposes operational changes that improve and insure adequate technical, managerial and financial capacity of the system in order to ensure compliance.

**E. Other Factors**

Indicate the population of the water system service area.

**F. Special Priorities**

Strategy

Strategy \_\_\_\_\_  
CPE \_\_\_\_\_  
Consent Decree \_\_\_\_\_

Emergencies

- situations that result in the unavailability of potable drinking water for an extended period of time or
- evidence of a high incidence of water transmissible diseases
- evidence of presence of Regulated Contaminants in Drinking Water

**G. Affordability**

For those systems described or identified Systems as disadvantaged systems the following priority points will be awarded based on Median Household Income Levels (MHIL). Median Household Income Levels (MHIL) will be used to assign points for affordability.

<u>Median Household Income (MHI)</u>	<u>Points</u>
— less than \$9,813	—
— between \$9,813 and \$14,719	—
— between \$14,720 and \$19,626	—
— above \$19,626	—

Provide the information required for hardship determination including but not limited to:

- Existing population of the project service area.
- Number of Dwelling to be served, institutional users, and the basis on which they were calculated,
- Existing annual debt service of the system.
- Existing annual operation and maintenance (O&M) costs.
- Estimated project costs.
- Estimated O & M cost based upon completion of this project.
- Any other sources of funding anticipated for this project, including the amount, type of funding (loan and grant) and if a loan, its interest rate, term and annual debt payment.

Projects must meet the definition of hardship under these criteria. The determination will be made as follows:

- Projects may not be segmented in order to qualify for hardship assistance.
- Refinancing is eligible through the regular subsidized DWSRF program if qualified or eligible as required and stated in the DWSRF. However, hardship financial assistance is only available for new drinking water projects for which the notice for construction to proceed was given on or after July 1, 1993.
- The applicant for a DWSRF hardship loan must demonstrate that it can repay its debt obligation, has a satisfactory O&M procedure and can comply with DOH/DWSRF Capacity Development Program.
- Projects that are determined eligible for hardship assistance, will receive a written confirmation of eligibility.
- Confirmation of funding availability will be valid for two consecutive annual federal funding cycles, provided that the projected service charge does not change significantly.
- Confirmation of funding availability may be withdrawn if: the applicant fails to demonstrate satisfactory progress towards project Implementation; the information on which the determination was made changes prior to loan closing; or the applicant fails to demonstrate that it can repay the loan.

For the application of this criterion, DOH will proceed as follows:

- **Unless otherwise directed by law**, the initial range will be established with a minimum of 12 per cent and a maximum of 35 per cent. For the corresponding fiscal year, the minimum and the maximum dollar amounts will be established, **or as otherwise applicable by law.**
- The funds will be distributed among the projects that satisfies the hardship criteria. Funds will be distributed starting with the project with the highest priority and until funds or the corresponding per cent is totally assigned.

- The priority points under this criterion will be those awarded based on the Median Household Income (MHI) (i.e.: 30, 15, 5, 0 points awarded) to the qualifying projects.
- Additional points will be awarded the project based on population: to the points obtained based on the MHI,
  - ❖ one (1) point will be added to the priority obtained by project with the lowest population; and
  - ❖ subsequently the number will increase by one (1) point and added to the project as they increase in population.

**Unless otherwise directed by law**, to the extent that there are sufficient applications for loans to disadvantaged communities this per cent will be no less than 12 but not greater than 35. If there are no loan applications for disadvantaged communities, the minimum 12 per cent will not be established, **unless otherwise directed by law**.

#### **H. Green Portion (only for Green Projects)**

The fiscal year (FY) 2010 Appropriation Law (P.L. 111-88) includes specific goals and eligibilities for green infrastructure, water and energy efficient improvements, and environmentally innovative activities. Green projects could enable utilities to take savings derived from reducing water losses and energy consumption and use them for public health and environmental enhancement projects. Additionally, green projects will help the water sector improve the quality of water services without putting additional strain on the energy grid, and by reducing the volume of water loss every year.

The following process was established for the selection for funding of those eligible GPR projects based on the technical aspects of the DWSRF green projects:

##### **1. Water efficiency**

- \_\_\_ a. Replacement or rehabilitation of distribution lines to reduce water loss and prevent water main breaks (Business Case (BC) required)
- \_\_\_ b. Retrofit, replace, purchase and/or install water efficient fixtures, fittings, equipment
- \_\_\_ c. Purchase or install water meters, automatic meter reading equipment and systems, and pipe
- \_\_\_ d. Storage tank replacement/rehabilitation to reduce water loss (Business Case (BC) required)
- \_\_\_ e. Installing Pressure Reduced Valves (PRV)

##### **2. Energy efficiency**

- \_\_\_ a. Replacement or rehabilitation of distribution lines (Business Case (BC) required)
- \_\_\_ b. Energy efficient retrofits, upgrades or new pumping systems and treatment processes (including variable frequency drives (Business Case (BC) required)
- \_\_\_ c. Works that cost effectively eliminate pumps, pump stations, filtrations plants, well. (Business Case (Business Case (BC) required)
- \_\_\_ d. Producing clean power for treatment systems on site (wind, solar, hydroelectric, geothermal, biogas power)
- \_\_\_ e. Automated and remote-control systems (SCADA) that achieve substantial energy savings (Business Case (BC) required)

##### **3. Environmental Innovative Activities**

- \_\_\_ a. Enables utility to adapt to impacts of global climate change
- \_\_\_ b. Total Water Management project where life cycle costs are minimized

**4. Green Infrastructure - to manage water resources in a sustainable way**

- \_\_\_\_\_ a. Implementation of wet weather management systems for utilities building and parking areas (porous pavement, bio-retention, trees, green roofs, other practices that mimic natural hydrology)

**I. Eligibility Criteria for "Mandatory Congressional" Additional Subsidy<sup>1</sup>**

There are two additional subsidies that DOH will be considering/establishing: "Mandatory Congressional" and "Limited 35% Subsidy/Disadvantaged Community". Under this criterion only the projects that comply with the requirements of the Mandatory Congressional Subsidy will receive points.

The recipient of the grant must identify projects within at least one of the following **qualifying** categories in order to receive points under the additional **mandatory congressional** subsidy criterion:

- \_\_\_\_\_ a) projects that will eliminate or consolidate small system,  
\_\_\_\_\_ b) projects that support sustainable systems and help build or maintain the technical, financial and managerial capacity of the recipient,  
\_\_\_\_\_ c) systems related to communities or serving directly a community that could not otherwise afford the DWSRF loan including Disadvantaged communities as defined by the Commonwealth.

When applicable, if the Act provides for a range in the per cent to be established, and if there are more projects that could be identified under one or more of the above mentioned categories, for each additional remaining category the percent will increase by 5%.

Please note that, notwithstanding the distributed amount by the above priorities the subsidized amount could be re-awarded due to unforeseen circumstances (i.e. projects delayed, among others).

The re-award may be in any of the following manners and until the subsidized amount **is used**.

Please indicate the project(s):

- \_\_\_\_\_ a) priority order and the qualifying category,  
\_\_\_\_\_ b) identified within the qualifying categories  
\_\_\_\_\_ c) first received and ready to go,  
\_\_\_\_\_ d) most expensive

**J. Asset management considerations to improve the systems general performance**

1. What is the current state of the system assets?  
a. (less than ten years) New \_\_\_\_\_  
b. (more than 10) old \_\_\_\_\_  
c. (More than 20) very old \_\_\_\_\_  
d. More than 40 obsolete \_\_\_\_\_
2. Does the system have an inventory of assets?  
a. Yes \_\_\_\_\_  
b. no \_\_\_\_\_

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<sup>1</sup> Under BIL, the Disadvantaged Communities Subsidy minimum and maximum percents were overridden to a 49% of the Lead Service Line and Supplemental Allotments. Nonetheless, for Emerging Contaminants allotments, an Additional Subsidization of 100%, net of set-asides taken, was established for an eligible recipient, and from this amount, 25% must be given as subsidy to Disadvantaged Community System or system serving <25,000 persons. The BIL is set to be allotted from FY2022-2026.

3. Does the system have an asset management plan?
  - a. Yes \_\_\_\_\_
  - b. no \_\_\_\_\_

What and where are your assets (infrastructure particularly) define				
How many they are?	name them	which are critical for the operation	rank them (a,b,c,d,e)	Value them

**K. Lead service lines replacement (LSLR)**

The fiscal year (FY) 2022 Bipartisan Budget Act (BIL, 2021 P.L. 117-58) includes specific goals and eligibilities for replacement of all lead service lines or related activities. For a project or activity to be eligible for funding under this appropriation, it must be otherwise DWSRF eligible and be a lead service line replacement (LSLR) project or associated activity directly connected to the identification, planning, design, and replacement of lead service lines. Any project funded under this appropriation involving the replacement of a lead service line must replace the entire lead service line, not just a portion, unless a portion has already been replaced or is concurrently being replaced with another funding source. To address household affordability concerns and to minimize adverse public health effects, we encourage states to fund the private portion of service line replacements at no additional cost to the homeowner.

Refer to EPA’s Memo dated March 8, 2022 “Implementation of the Clean Water and Drinking Water State Revolving Fund Provisions of the Bipartisan Infrastructure Law”.

The following process was established for the selection for funding of those eligible LSLR projects based on the technical aspects of the DWSRF BIL projects:

- \_\_\_\_\_ a. Complete removal of LSL (LSLR) public and privately owned) or service lines made of galvanized iron or galvanized steel and replacement with a pipe which complies with plumbing codes.
- \_\_\_\_\_ b. Removal of **only** lead or galvanized goosenecks, pigtails and connectors, and replace with material which complies with plumbing codes.
- \_\_\_\_\_ c. LSL inventories which include locating and mapping
- \_\_\_\_\_ d. Non-routine lead sampling (as part of an LSLR project)
- \_\_\_\_\_ e. Other LSL activities

**L. Emerging Contaminants (EC)**

The fiscal year (FY) 2022 Bipartisan Budget Act (BIL, 2021 P.L. 117-58) includes specific goals and eligibilities for emerging contaminants. For a project or activity to be eligible for funding under this appropriation, it must be otherwise DWSRF eligible, and the primary purpose must be to address emerging contaminants in drinking water. Given the clear Congressional intent that these funds focus on projects addressing perfluoroalkyl and polyfluoroalkyl substances (hereinafter PFAS), EPA expects states to actively solicit and prioritize PFAS-focused projects. States, however, have the flexibility to fund projects for any contaminant in any of EPA’s Contaminant Candidate Lists. For example, EPA also encourages states to consider using these funds to address perchlorate as well as contaminants that have higher levels of occurrence or health concerns.



Refer to EPA's Memo dated March 8, 2022 "Implementation of the Clean Water and Drinking Water State Revolving Fund Provisions of the Bipartisan Infrastructure Law".

The following process was established for the selection for funding of those eligible EC projects based on the technical aspects of the DWSRF BIL projects:

1. PFAS focus

- a. Construction of a new treatment facility or upgrade to existing treatment facility that addresses PFAS contaminants.
- b. Development of new source that addressed PFAS contaminants.
- c. Consolidation with another water system that does not have a PFAS contaminant present or has removal capability
- d. Pilot testing- infrastructure related to pilot testing for PFAS treatment alternative
- e. Creation of a new community water system to address unsafe drinking water provided by wells or surface water sources
- f. Conducting initial, special non-routine/compliance monitoring to establish a baseline of a PFAS concern or new technology

2. Other non-regulated contaminants

- a. Construction of a new treatment facility or upgrade to existing treatment facility that addressed emerging contaminants.
- b. Development of new source that addresses emerging contaminants.
- c. Consolidation with another water system that does not have an emerging contaminant present or has removal capability
- d. Pilot testing- infrastructure related to pilot testing for emerging contaminant treatment alternative
- e. Creation of a new community water system to address unsafe drinking water provided by wells or surface water sources
- f. Monitoring sampling- Conducting initial, special non-routine/compliance monitoring to establish a baseline of an emerging concern or new technology