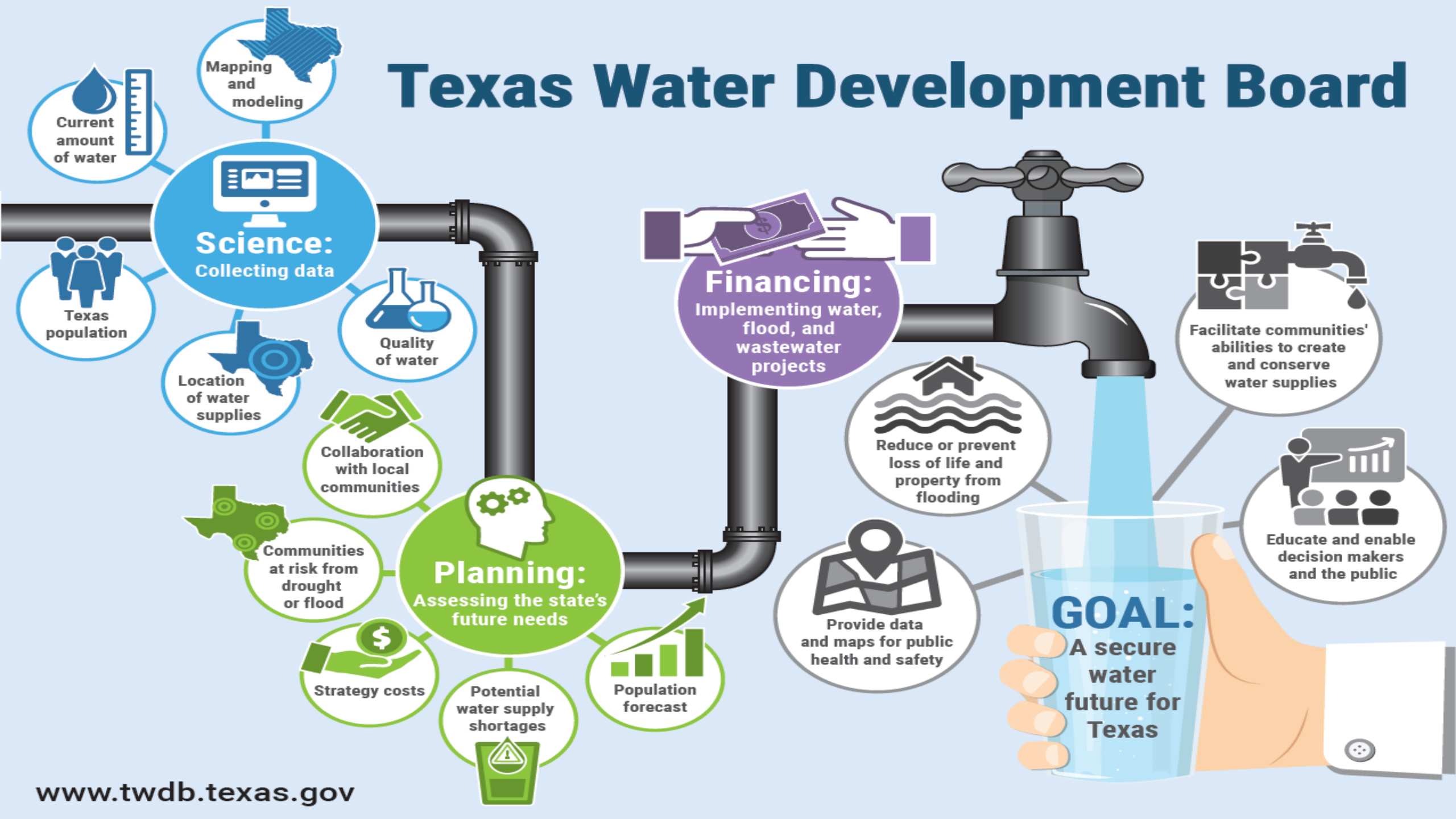
Texas Water Development Board

Financial Assistance Programs Workshop

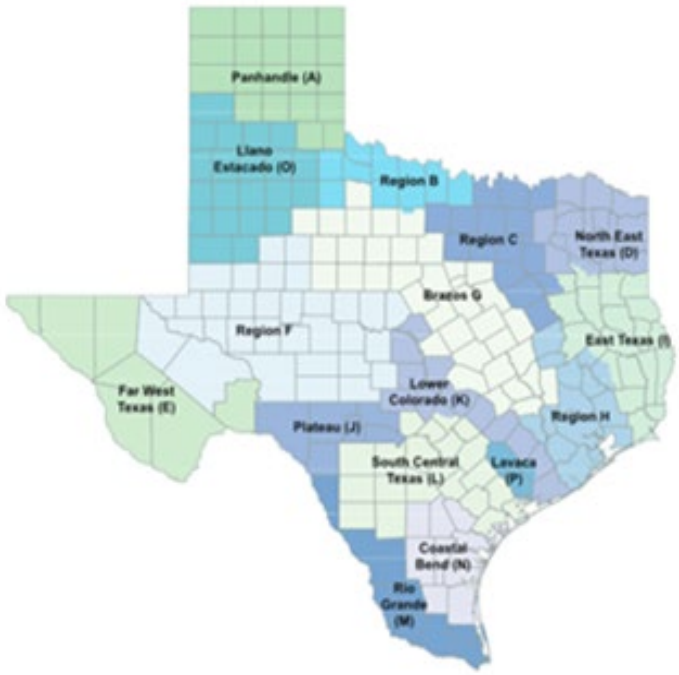
Hosted by the North Central Texas Council of Governments
November 16, 2026

Texas Water Development Board



www.twdb.texas.gov

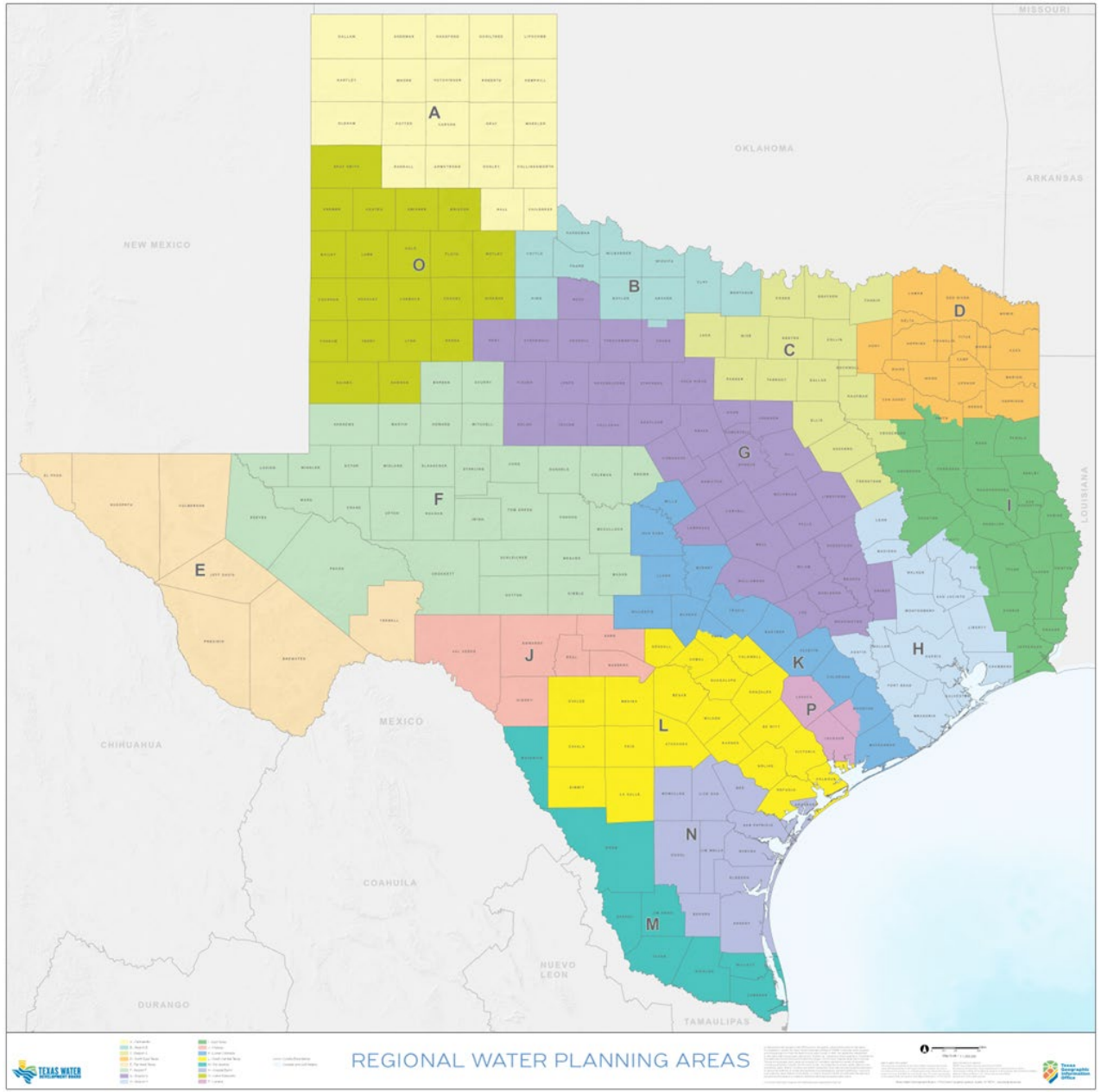
Water Planning





The State Water Plan is prepared and adopted every five years.

2027 State Water Plan adopted July 23, 2026


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OKLAHOMA
ARKANSAS
MISSOURI
NEW MEXICO
LOUISIANA
MEXICO
CHIHUAHUA
COAHUILA
NUEVO LEON
TAMAULIPAS
DURANGO
REGIONAL WATER PLANNING AREAS

Purpose: Collect basic information from well owners about unmetered or non-reporting groundwater wells (such as daily pumping hours) to strengthen state water modeling and planning.

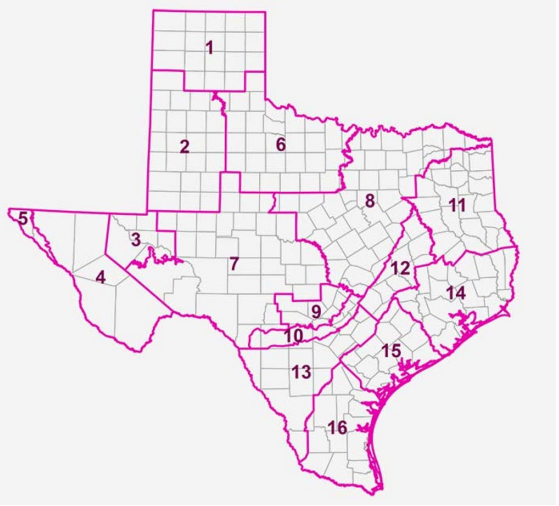


New Groundwater Survey Request

A brief, anonymous survey with well owners whose wells are not metered and do not report pumping data.

The voluntary survey collects basic well information that will help strengthen groundwater use estimates and support future water planning efforts across the state.

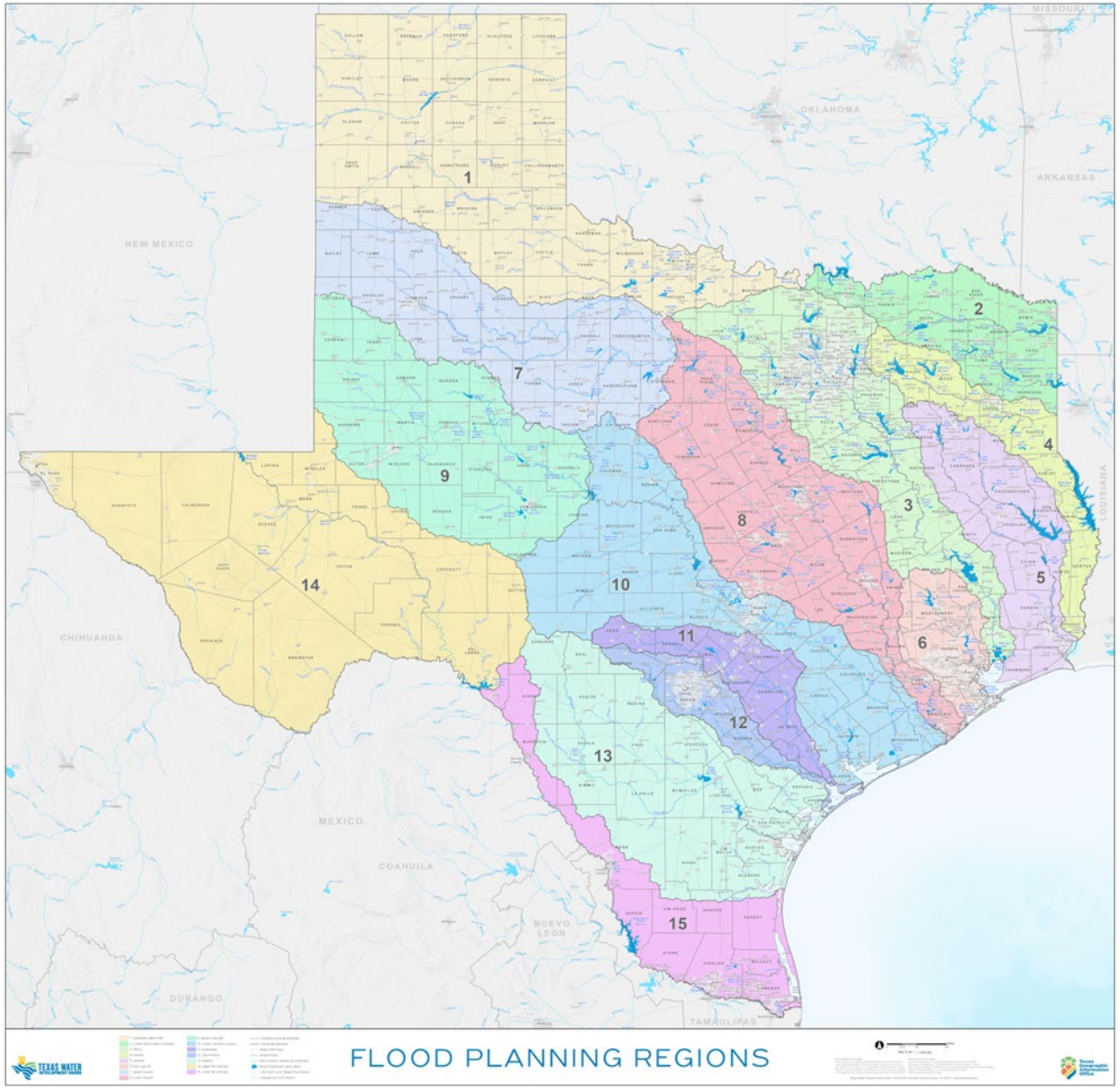
Surveys accepted through November 16, 2026.
Groundwater Survey Link:
https://utexas.qualtrics.com/jfe/form/SV_8Im6MqaHZd3yrVs



Flood Planning in Texas

- The 2019 Texas Legislature greatly expanded the TWDB's role in flood planning and financing.
- Inaugural **2024 Texas State Flood Plan** adopted on August 15, 2024.
- Brings together the findings of the 15 river-basin-based regional flood plans and makes legislative and floodplain management recommendations to guide state, regional, and local flood control policy.




FLOOD PLANNING REGIONS
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NEW MEXICO
OKLAHOMA
ARKANSAS
LOUISIANA
CHIHUAHUA
MEXICO
COAHUILA
NUEVO LEON
DURANGO
TAMAULIPAS

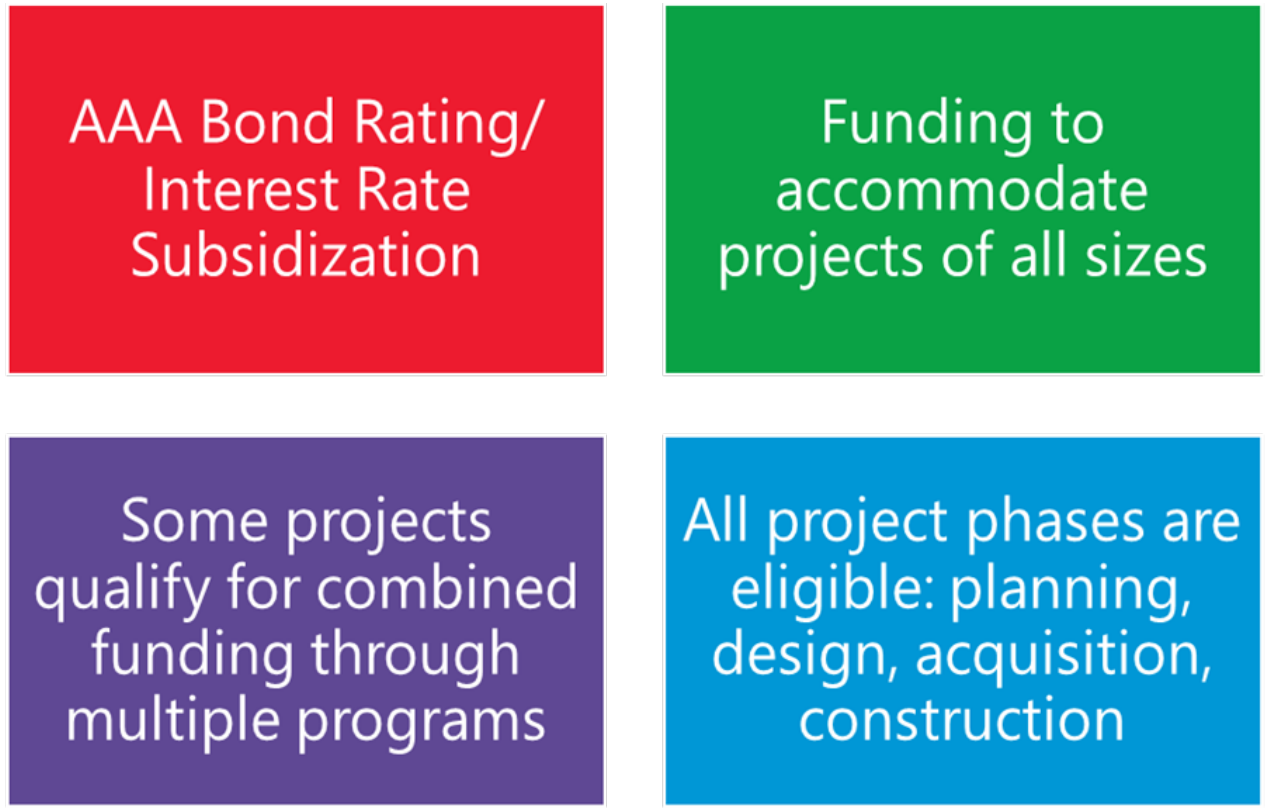
Existing Financial Assistance Programs

Program	Link
Agricultural Water Conservation Grants Program	www.twdb.texas.gov/financial/programs/AWCG/index.asp
Agricultural Water Conservation Loan Program	www.twdb.texas.gov/financial/programs/AWCL/index.asp
Asset Management Program for Small Systems	www.twdb.texas.gov/financial/programs/ampss/index.asp
Clean Water State Revolving Fund	www.twdb.texas.gov/financial/programs/CWSRF/index.asp
Drinking Water State Revolving Fund	www.twdb.texas.gov/financial/programs/DWSRF/index.asp
Lead Service Line Replacement	www.twdb.texas.gov/financial/programs/Lead-SLR/index.asp
Emerging Contaminants Program	www.twdb.texas.gov/financial/programs/ec/index.asp
Economically Distressed Areas Program	www.twdb.texas.gov/financial/programs/EDAP/index.asp
FEMA Flood Mitigation Assistance Grant Program	www.twdb.texas.gov/financial/programs/FMA/index.asp
FMA Swift Current	www.twdb.texas.gov/financial/programs/FMASC/index.asp
Flood Infrastructure Fund	www.twdb.texas.gov/financial/programs/FIF/index.asp
Rural Water Assistance Fund	www.twdb.texas.gov/financial/programs/RWAF/index.asp
State Participation Program	www.twdb.texas.gov/financial/programs/SPP/index.asp
State Water Implementation Fund for Texas	www.twdb.texas.gov/financial/programs/SWIFT/index.asp
Texas Water Development Fund	www.twdb.texas.gov/financial/programs/TWDF/index.asp
Water Utilities Technical Assistance Program	www.twdb.texas.gov/financial/programs/WUTAP/index.asp

Examples of Eligible Projects

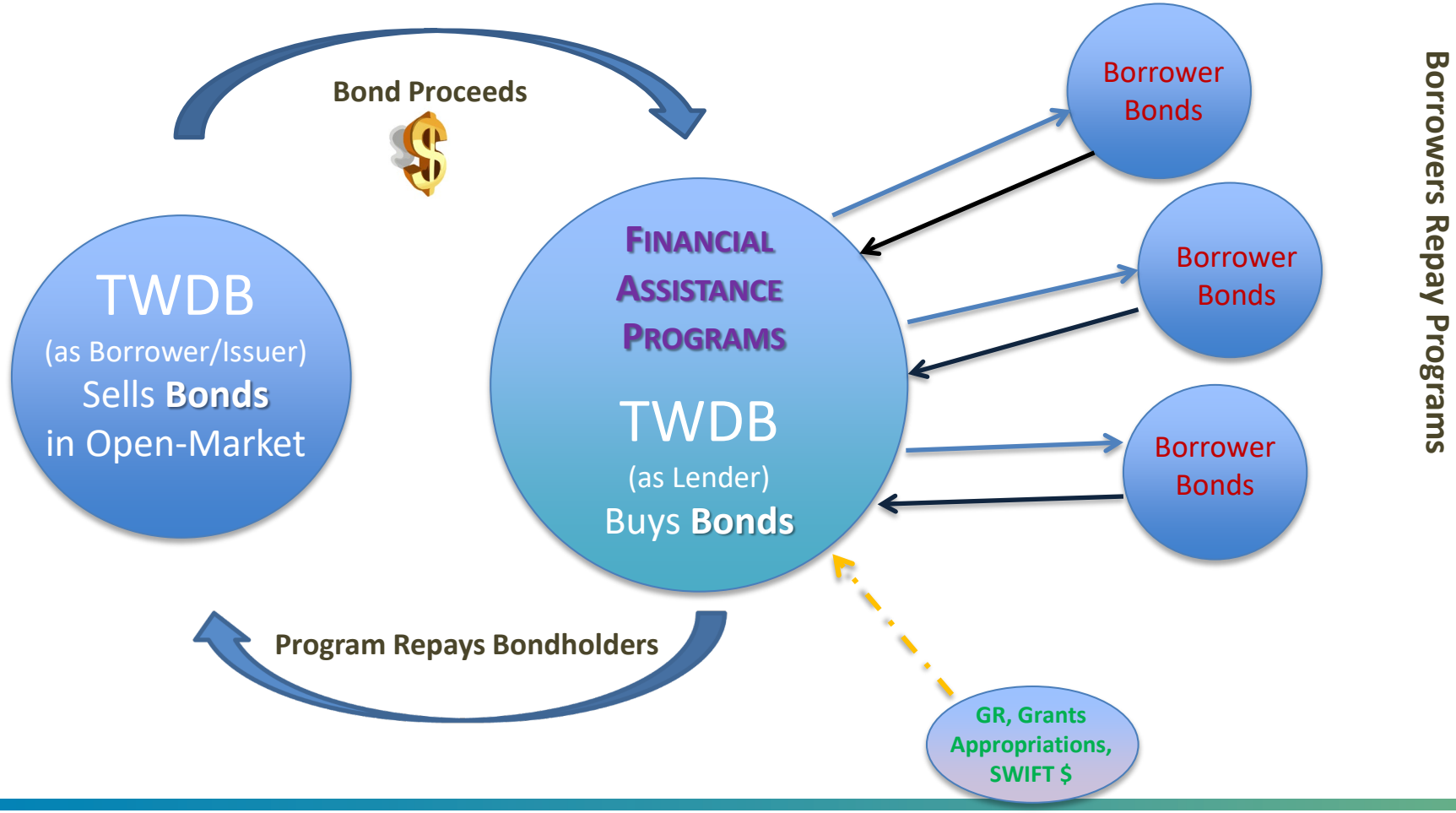
- Water Supply
- Correct Water System Deficiencies
- Upgrade or Replace Water Systems
- Purchase Capacity, Other Systems, or Consolidate Systems
- Current and Future Water Needs
- Water Transmission & Distribution
- Conservation Projects, Meters
- Potable and Non potable Reuse
- Water and Wastewater Treatment
- Wastewater Collection and Distribution, Recycling, Reuse, Purple Pipe
- Stormwater Control
- Nonpoint Source Pollution Control
- Flood Control, Drainage Infrastructure, Warning Systems

Funding Program Key Points



Financial Assistance Programs for drinking water, wastewater, and flood mitigation projects.

In General, This is How It Works...



New Funding from the 89th Texas Legislature



House Bill 500 - Water Supply and Infrastructure Grants

- $1.038 billion from General Revenue to TWDB
- 100% Grant for water infrastructure and supply projects.
- **One-time opportunity** for a limited number of Texas communities to receive grant funding to implement water supply and water infrastructure projects.
- Applications under review
- Approvals / Closings must be completed by April 30, 2027
- Final Construction Closeout by February 28, 2031

Texas Water Supply Corporations Grants

- $50 million in one-time grant funding for eligible Water Supply Corporations.
- 100% Grant for water infrastructure projects that support water supply, water conservation strategies, and water loss mitigation. Applications due **January 13, 2027**.
- **One-time opportunity** for a limited number of Texas Water Supply Corporations to receive grant funding.
- Once this initial appropriation is provided to communities the TWDB will no longer have these grant funds available to provide financial assistance.
- Texas Water Supply Corporations Grants: https://www.twdb.texas.gov/financial/programs/TWSCG/index.asp

Texas Water Supply Corporations Grants

IMPLEMENTATION TIMELINE

- September 10, 2026. Board briefing on the implementation plan
- September 15, 2026. Application solicitation opens for 120 days
- January 13, 2027. Applications due
- TWDB Approvals / Closings start winter 2027

Texas Water Supply Corporations Grants

- Applicants must include a 2025 fiscal year-end financial audit that has been adopted by the applicant's governing body.
- Applicants may submit IRS Form 990 in place of audited financial statements only if they have no active TWDB financing.
- The opportunity is open only to nonprofit Water Supply Corporations created and operating under Chapter 67 that serve existing residential customers (excludes those primarily providing service to commercial or industrial customers).
- One application per entity.
- **Funding Cap per project** **$5 million**
- **Total statewide funding target** **$50 million**

Constitutional Amendment Proposition 4

- Proposition 4 - Voter Approval - November 4, 2025
- $1Billion annually for 20-years beginning in the 2028-29 Biennium.
  - **50% New Water Supplies**
  - **50% Aging Infrastructure**
- Proposition 4 dedicates $1B in state sales tax above $46.5B to the Texas Water Fund.
- **Fall 2029**: Availability of funds via TWDB's existing financial assistance programs.

Proposition 4 FAQ: https://www.twdb.texas.gov/financial/programs/twf/index.asp

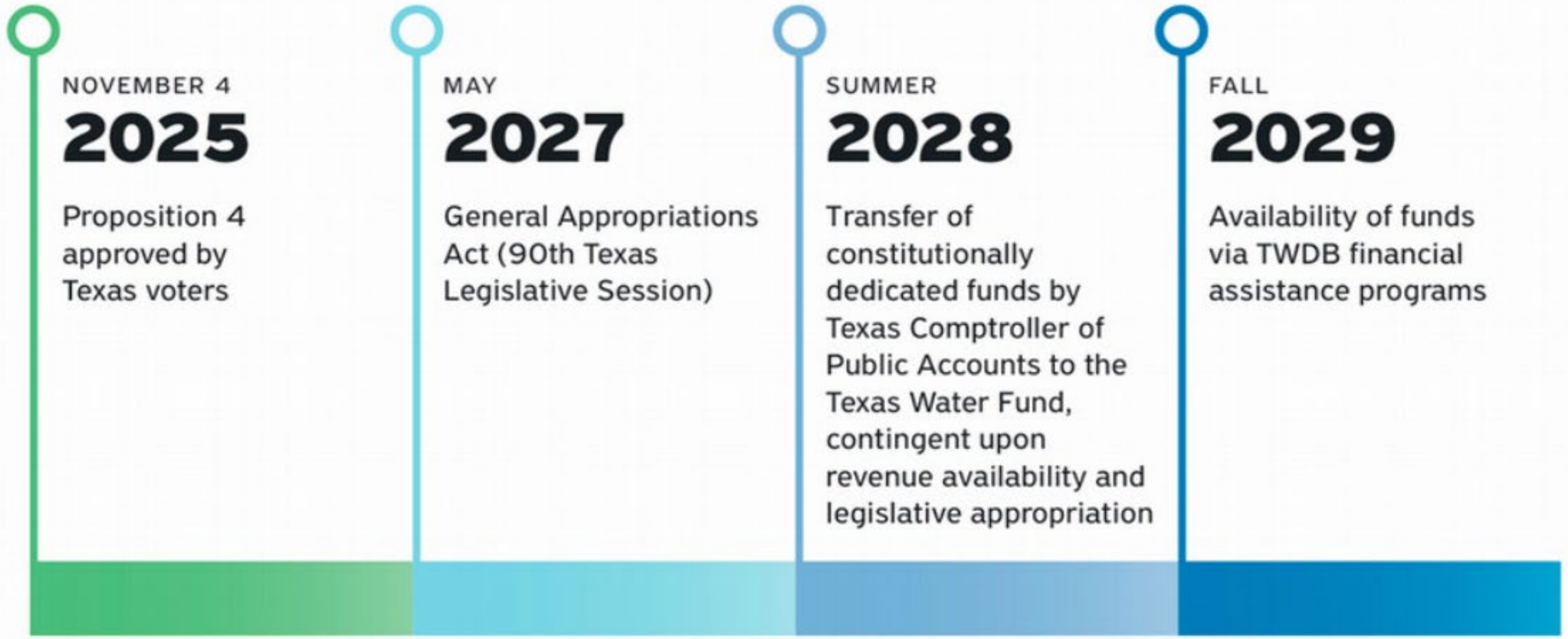
Proposition 4 - 50% New Water Supplies

- Desalination projects – marine and brackish water;
- Aquifer storage and recover projects;
- Water and wastewater reuse projects;
- Produced water treatment projects, other than projects that are only for purposes of oil and gas exploration;
- Acquisition of water or water rights originating from outside of Texas;

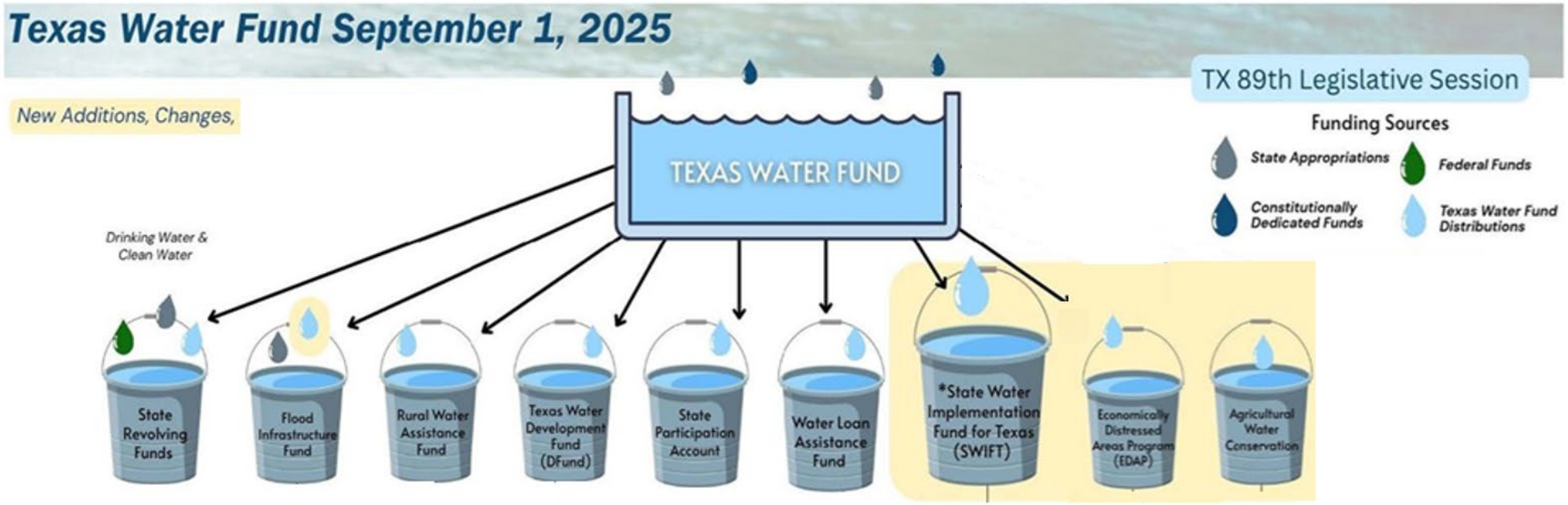
Proposition 4 - 50% New Water Supplies Continued

- **Reservoir projects for which**:
  - The required land has already been acquired;
  - A Clean Water Act Section 404 Permit for the discharge of dredged or fill material has been issued by the United States Secretary of the Army;
  - A permit for the storage, taking, or diversion of state water has been issued by the Texas Commission on Environmental Quality (TCEQ).

Timeline


NOVEMBER 4
2025
Proposition 4 approved by Texas voters
MAY
2027
General Appropriations Act (90th Texas Legislative Session)
SUMMER
2028
Transfer of constitutionally dedicated funds by Texas Comptroller of Public Accounts to the Texas Water Fund, contingent upon revenue availability and legislative appropriation
FALL
2029
Availability of funds via TWDB financial assistance programs

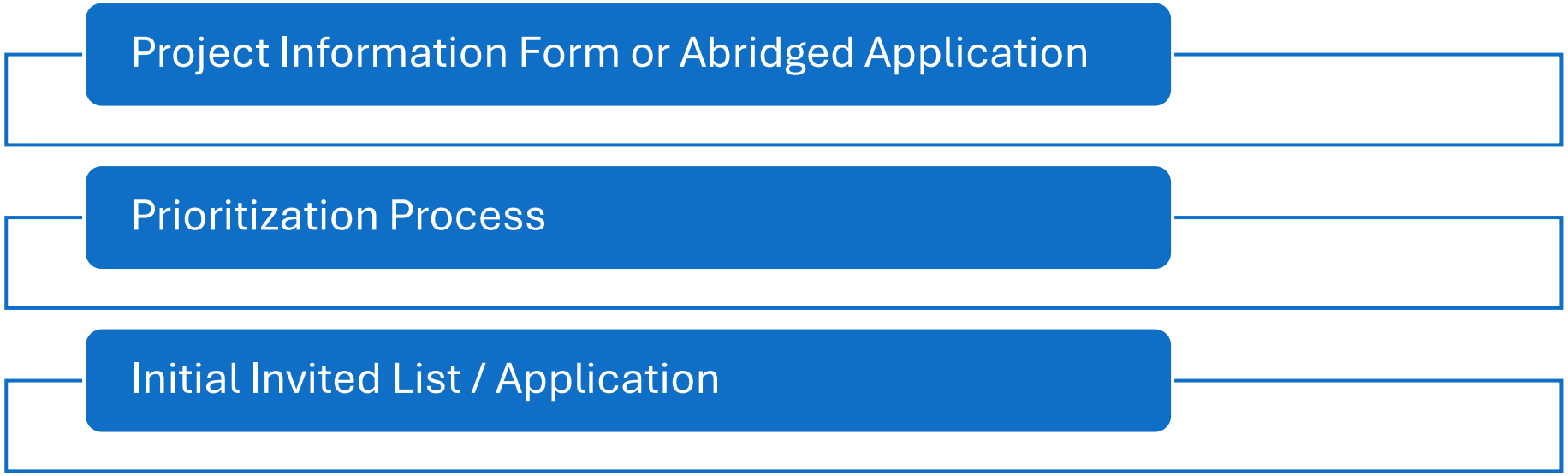
Texas Water Fund
Appropriations to Existing Financial Assistance Program



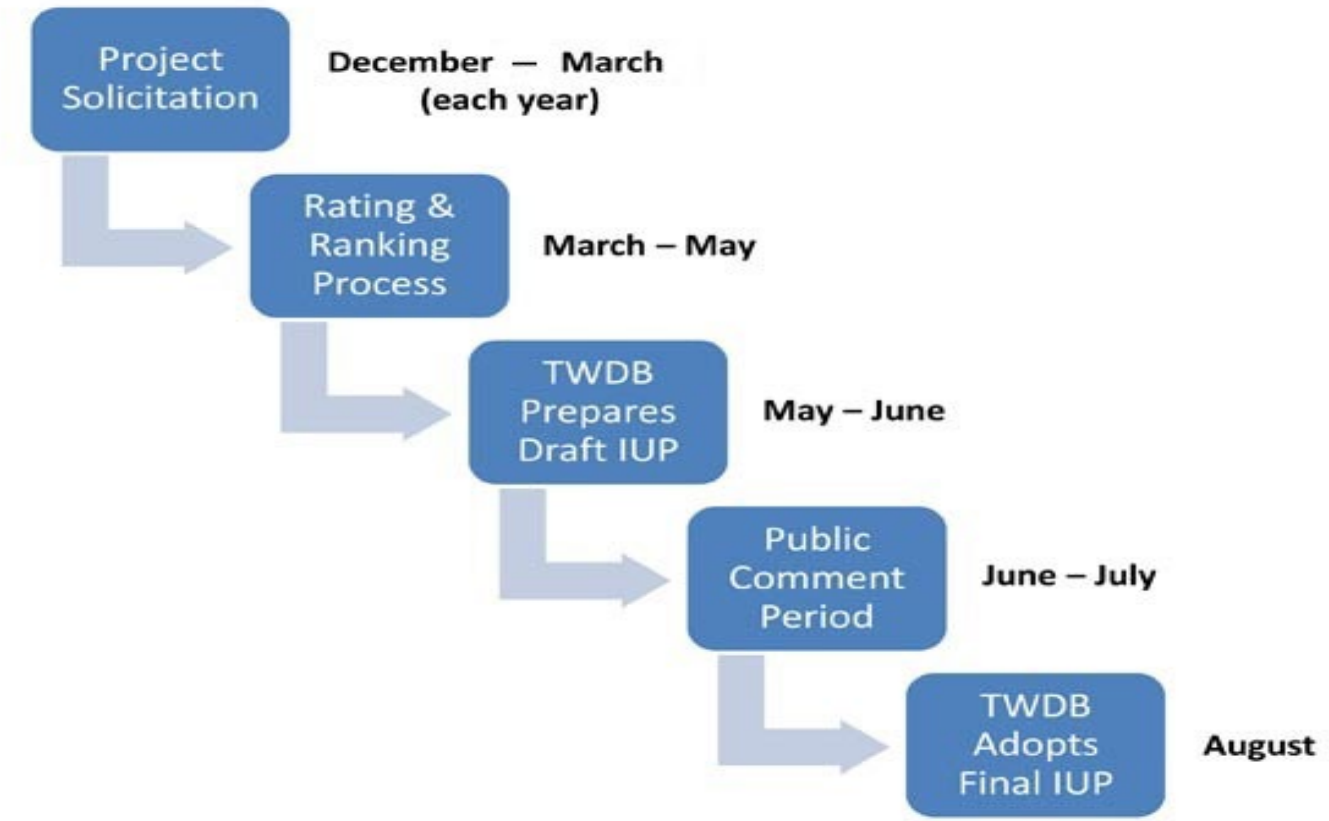
Existing Financial Assistance Programs

Program	Link
Agricultural Water Conservation Grants Program	www.twdb.texas.gov/financial/programs/AWCG/index.asp
Agricultural Water Conservation Loan Program	www.twdb.texas.gov/financial/programs/AWCL/index.asp
Asset Management Program for Small Systems	www.twdb.texas.gov/financial/programs/ampss/index.asp
Clean Water State Revolving Fund	www.twdb.texas.gov/financial/programs/CWSRF/index.asp
Drinking Water State Revolving Fund	www.twdb.texas.gov/financial/programs/DWSRF/index.asp
Lead Service Line Replacement	www.twdb.texas.gov/financial/programs/Lead-SLR/index.asp
Emerging Contaminants Program	www.twdb.texas.gov/financial/programs/ec/index.asp
Economically Distressed Areas Program	www.twdb.texas.gov/financial/programs/EDAP/index.asp
FEMA Flood Mitigation Assistance Grant Program	www.twdb.texas.gov/financial/programs/FMA/index.asp
FMA Swift Current	www.twdb.texas.gov/financial/programs/FMASC/index.asp
Flood Infrastructure Fund	www.twdb.texas.gov/financial/programs/FIF/index.asp
Rural Water Assistance Fund	www.twdb.texas.gov/financial/programs/RWAF/index.asp
State Participation Program	www.twdb.texas.gov/financial/programs/SPP/index.asp
State Water Implementation Fund for Texas	www.twdb.texas.gov/financial/programs/SWIFT/index.asp
Texas Water Development Fund	www.twdb.texas.gov/financial/programs/TWDF/index.asp
Water Utilities Technical Assistance Program	www.twdb.texas.gov/financial/programs/WUTAP/index.asp

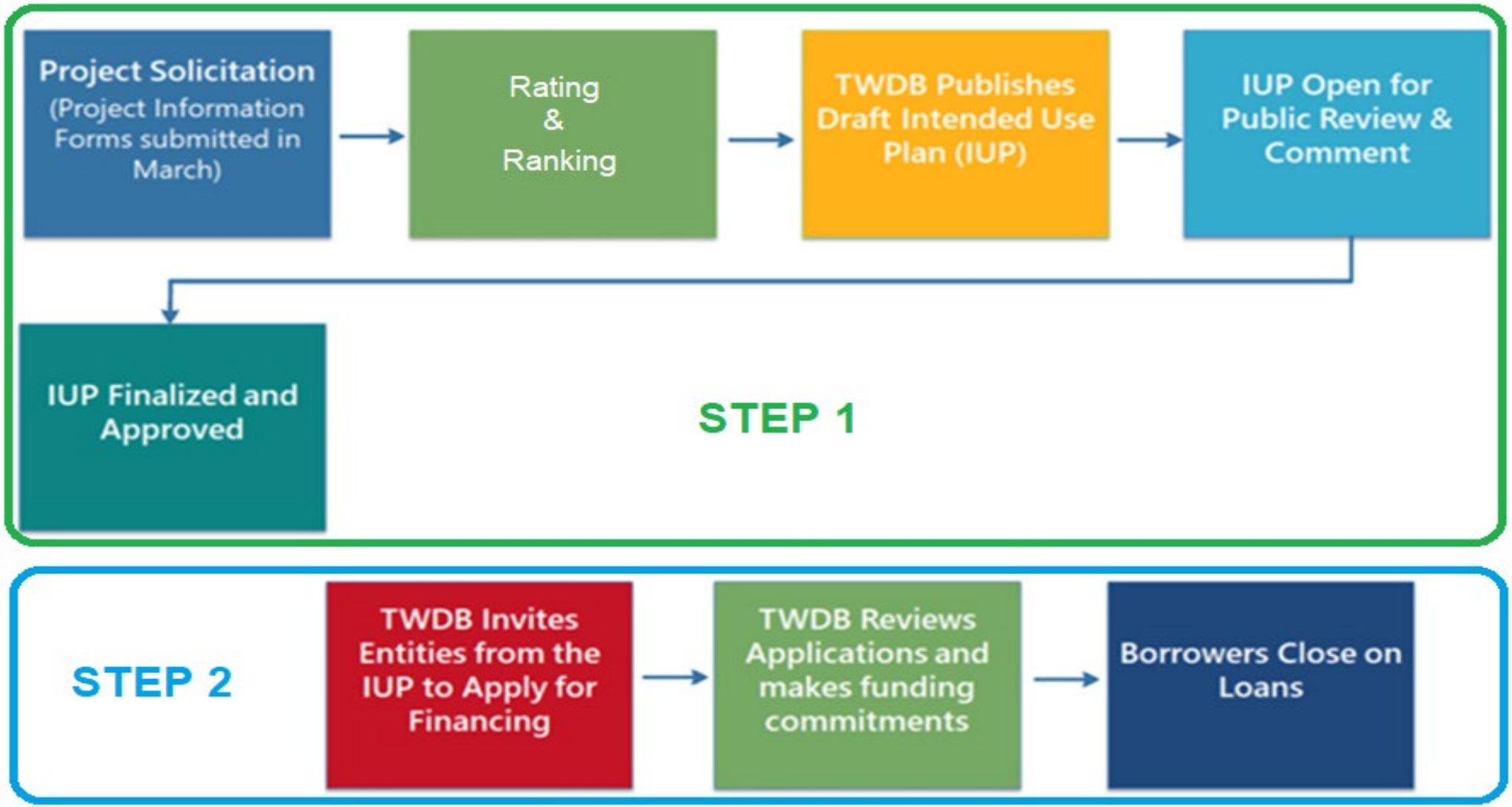
APPLICATION PROCESS



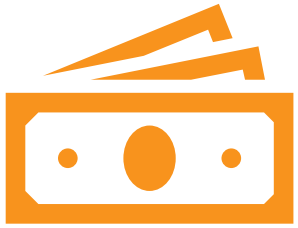
Funding Application Process Overview



Funding Application Detail



Outlays and Escrows



Disbursements

Outlays: Entities must provide evidence of costs incurred on projects.

Escrow Releases: Recipients account where TWDB funds are deposited at closing but can only be released with TWDB approval.



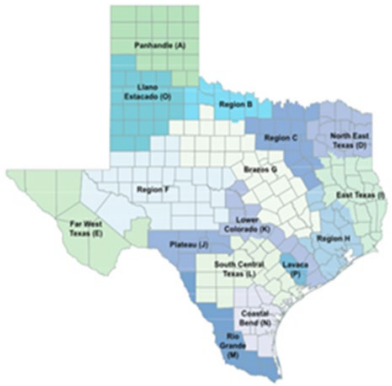
Disbursement Methods

Federal programs with principal forgiveness: released based on outlays provided.

Program funds can be released either with outlays or completion of project milestones.

Programs	Eligible Applicants:	Security Instruments:	Typical Pledges Include:	Length of Loans:
State Water Implementation Fund for Texas (SWIFT)	• Political Subdivisions • Water Supply Corporations • Project must be in adopted State / Regional Water Plan	• Bonds • Master Agreement	• System Revenue • Contract Revenue • Ad Valorem Tax • Tax and Revenue Pledge	• 20 to 30 years • 34 years for Board Participation

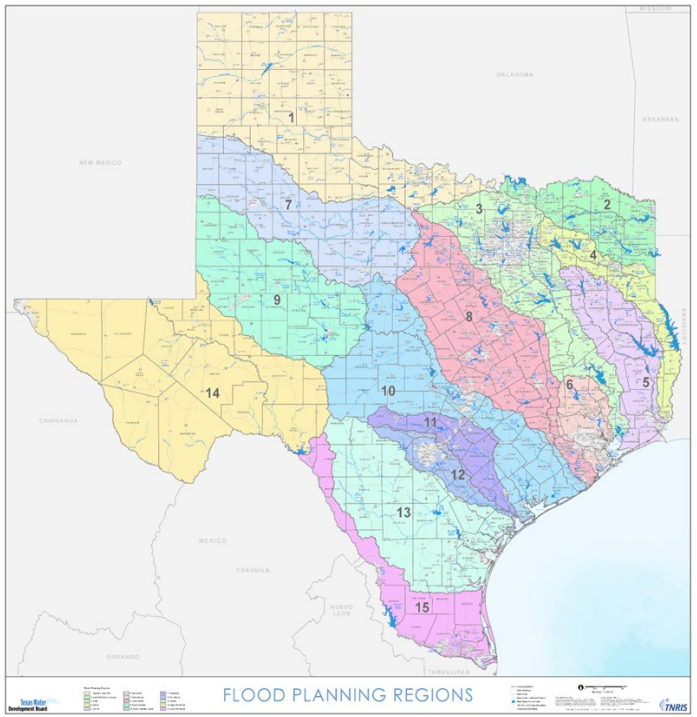




- The state water plan is prepared and adopted every five years.
- **Recommended water management strategies** listed in Regional and State Water Plans with an associated capital cost.
- Projects include conservation and reuse, desalinating groundwater and seawater, building new pipelines, developing reservoirs and well fields, purchasing water rights, and other plan strategies.
- Interactive 2027 State Water Plan: https://2027.texasstatewaterplan.org/statewide

Programs	Eligible Applicants:	Security Instruments:	Typical Pledges Include:	Length of Loans:
Flood Infrastructure Fund (FIF)	• Political Subdivisions • Nonprofit Water Supply Corporations • Project must be in adopted State Flood Plan	• Bonds • Loan Agreement	• System Revenue • Contract Revenue • Ad Valorem Tax • Tax and Revenue Pledge	• Varies

- Must be recommended as Flood Management Evaluations (FME), Flood Mitigation Projects (FMP), or Flood Management Strategies (FMS) in a Regional and State Flood Plan.
- Up to 30-year repayment period for construction projects.
- Up to 10-year repayment period for planning, acquisition, and/or design projects.
- 0% interest loans and grants available.
- Eligible activities: planning, construction, nature-based solutions, warning systems, and gages.
- Intended Use Plan available on website:
- SFY 2026-27 Final Flood Infrastructure Fund Intended Use Plan



TWDB Flood Programs

FEMA Flood Mitigation Assistance (FMA) Grant Program	TWDB Flood Infrastructure Fund	FEMA FMA Swift Current
Federal funding for projects that reduce or eliminate the risk of flood damage to structures insured under the NFIP	Support the local match for federal award Support already-vetted flood mitigation projects	Requires Federal Flood Disaster Declaration. Federal funding for projects in communities under federal disaster declaration.

Purpose: Assist Texas communities by providing federal and state funds for cost-effective flood mitigation measures to reduce or eliminate the long-term risk of flood damage.

Programs	Eligible Applicants:	Security Instruments:	Typical Pledges Include:	Length of Loans:
Texas Water Development Fund (DFUND)	• Political Subdivisions • Nonprofit Water Supply Corporations	• Bonds • Loan Agreement	• System Revenue • Contract Revenue • Ad Valorem Tax • Tax and Revenue Pledge	• 20 to 30 years

- The program enables the TWDB to fund projects with multiple purposes for **drinking water and wastewater** in one commitment.
- 100% low-interest loan available annually.
- Long-term fixed interest rates based on the TWDB's cost of funds.
- No maximum funding limits. TWDB will sell bonds as needed.
- Applications due **September 30, 2026,** and require a pre-application meeting.

State Revolving Fund Categories



- Disadvantaged Communities
- Disadvantaged Communities Small/ Rural
- Very Small Systems
- Green Projects
- Urgent Need
- Very Disadvantaged Community
- First-Time Service

Economic Disadvantaged Community

- System Service Area

- Service area must be ≤ **75%** of the State's Annual Median Household Income (AMHI):

  ($78,476 State of Texas AMHI) x .75 = $58,857

- Documented with census data
- Or optional TWDB household self-survey with socioeconomic survey guidelines and procedures required.

- **Household Cost Factor**
  If serving water OR sewer only, must be ≥ 1%
  If serving water AND sewer, must be ≥ 2%

- 70% principal forgiveness / $10M maximum

- US Census Bureau - American Community Survey 5-Year Estimates (2024)

Disadvantaged Community Small / Rural

- **Small:** 10,000 <= population.
- **Rural:** Nonprofit water supply corporation. No part of the service area located in an urban area with a population >50,000.
- **Municipality:** 10,000 <= no part of the service area located in an urban area with a population of 50,000 > ***OR*** located wholly in a county in which no urban area has a population of more than 50,000.

Very Small Systems

- Population <= 1,000
- 150% of the state's Annual Median Household Income (AMHI)

  $78,476.00 (Texas AMHI) x 1.50% = $117,714.00
- Potential100% of principal forgiveness
- Not to exceed $500,000 per project

Very Economic Disadvantaged Community



- Service area is below 50% of the state's Annual Median Household Income

$78,476.00 (Texas AMHI) x .50 = $39,238.00

- Up to 100% principal forgiveness
- $1 million maximum per project

First Time Service

- First time connection to a centralized drinking water systems.
- First time connection to a centralized publicly owned wastewater treatment system.
- Up to $200,000 maximum in principal forgiveness per project.



Subsidized Green

- Green >= 30% of the total project costs
- 15% of the eligible green costs
- Four green categories
  1) Green Infrastructure
  2) Water Efficiency
  3) Energy Efficiency
  4) Environmentally Innovative



- Green Project Reserve
  https://www.twdb.texas.gov/financial/programs/green/index.asp

Programs	Eligible Applicants:	Security Instruments:	Typical Pledges Include:	Length of Loans:
Clean Water State Revolving Fund (CWSRF)	• Political Subdivisions • Water Supply Corporations • Designated Water Management Agencies • Authorized Tribal Organizations • Private Entities (*Nonpoint Source Projects Only*)	• Bonds • Loan Agreement	• System Revenue • Contract Revenue • Ad Valorem Tax • Tax and Revenue Pledge	• 20 to 30 years

- Federal Program to address wastewater, stormwater, and reuse such as wastewater treatment facilities, wastewater recycling and reuse facilities, non potable reuse, wastewater collection systems, stormwater control, nonpoint source pollution control projects.
- Loan Principal Forgiveness (grants) for disadvantaged communities, small/rural disadvantaged, very small systems, green, and urgent need.
- 1.75% loan origination fee
- **$67M** - maximum financing per project. **$10M** - maximum principal forgiveness
- Project Information Form (PIF) due March 5, 2027.

Clean Water State Revolving Fund Project Categories

- Treatment and/or Collection (POTW) (**Section §212**) - Construction or rehabilitation of a Wastewater Treatment Plant (WWTP); expansion of the hydraulic capacity at a WWTP; expansion of the solids treatment and handling portion of a WWTP; or construction of facilities, including linework, to enable reuse of reclaimed wastewater or stormwater for irrigation or other purposes.

- Nonpoint Source Pollution Control (NPS) **(§ 319**): NPS pollution control projects control sources of water pollution that do not enter water from a point source, including pollution generally resulting from land runoff, precipitation, atmospheric deposition, drainage, seepage, or hydrologic modification. This may also involve stormwater projects.

- Estuary Management **(§ 320**): Estuary management includes conservation and/or management projects that impact a national estuary.

CWSRF IUP Appendix C - Rating Criteria

Publicly Owned Treatment Works (§ 212) Rating Criteria

30 pts. – Enforcement action (court, EPA, or Texas Commission of Environmental Quality (TCEQ) order) imposes a schedule.

20 pts. – Enforcement action: Participation in TCEQ's Sanitary Sewer Overflow Initiative

11 pts. – Unserved area of an existing developed community is extended service.

30 pts. – Unserved area to be served has a nuisance documented by letter from the TCEQ or a Designated Agent licensed by the TCEQ. If the project is in an Economically Distressed Areas Program county, the letter may come from the State Health Department or a registered sanitarian.

10 pts. – Water body impacted by project is listed in a Watershed Protection Plan approved by the EPA.

5 pts. – Water body impacted by project is listed in a Watershed Protection Plan that is under development.

15 pts. – Innovative or alternative types of collection or treatment are proposed.

30 pts. – More stringent permit limits are to be met, or
Conversion to a no-discharge or partial reuses facility to avoid higher level of treatment.

10 pts. – Regional project removes or prevents plant outfalls, or
Regional project results in delivery of flow to, or receipt of flow at, a regional facility, thereby avoiding construction of a separate waste water treatment plant facility.

For projects that involve a facility that requires expansion of its hydraulic capacity or removal of extraneous flow, use EPA self-reporting data to determine the percentage of permitted capacity.

CWSRF IUP Appendix C - Rating Criteria

Appendix C. Rating Criteria

Publicly Owned Treatment Works (§ 212) Rating Criteria

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Regional project results in delivery of flow to, or receipt of flow at, a regional facility, thereby avoiding construction of a separate wastewater treatment plant facility.

For projects that involve a facility that requires expansion of its hydraulic capacity or removal of extraneous flow, use EPA self-reporting data to determine the percentage of permitted capacity.

CWSRF IUP Appendix C - Rating Criteria Continued

Effective Management Rating Criteria

5 pts. – Entity has adopted an asset management plan within the past 5 years that incorporates an inventory of all assets, an assessment of the criticality and condition of the assets, a prioritization of capital projects needed, and a budget.

5 pts. – Entity has adopted an Asset Management / Financial Planning tool within the past 5 years that contains the product deliverables under the AMPSS initiative as described in Section XI.

1 pt. – Entity is planning to prepare an asset management plan as part of the proposed project.

1 pt. – Asset management training has been administered to the entity's governing body and employees.

2.5 pts. – Entity has a Cybersecurity Awareness Plan that has been adopted by it's governing body in the last 5 years

2.5 pts. – Project addresses a deficiency found in a Cybersecurity Assessment1 pt.–Proposed project addresses a specific goal in a water conservation plan created within the past 5 years.

1 pt. – Proposed project addresses a specific goal in an energy assessment, audit, or optimization study conducted within the past three years.

2 pts. – Project is consistent with a state or regional water plan, integrated water resource management plan, regional facility plan, regionalization or consolidation plan, or a TMDL implementation plan.

Affordability - Disadvantaged Eligibility

30 pts. – Entity qualifies as a disadvantaged community.

Previously Received TWDB Planning, Acquisition or Design Funds for this Project

30 pts. – The project is requesting construction financing and previously received a TWDB commitment for Planning, Acquisition, and/or Design (PAD) financing within the prior five years (60 months) of the PIF due date under the CWSRF program or the TWDB's Economically Distressed Areas Program, the entity has completed and received TWDB completion approval for all of the PAD activities and is ready to proceed to the construction phase, TWDB has released from escrow at least eighty percent of the PAD funds, and the project has not received any TWDB funding for construction.

Programs	Eligible Applicants:	Security Instruments:	Typical Pledges Include:	Length of Loans:
Drinking Water State Revolving Fund (DWSRF)	• Political Subdivisions • Public and Privately Owned Water Systems • Nonprofit Water Supply Corporations • Nonprofit, Non-Community Public Water Systems	• Bonds • Loan Agreement	• System Revenue • Contract Revenue • Ad Valorem Tax • Tax and Revenue Pledge	• 20 to 30 years

- Federal Program to address water infrastructure needs, correct water system deficiencies, upgrade or replace water systems, consolidate systems, purchase capacity, purchase other systems, green projects.
- Loan Principal Forgiveness (grants) for disadvantaged communities, small/rural disadvantaged, very small systems, green, and urgent need.
- 2.00% loan origination fee
- **$59M** - maximum financing per project. **$10M** - maximum principal forgiveness
- Project Information Form (PIF) due March 5, 2027.

DWSRF IUP Appendix C – TCEQ Rating Criteria

TCEQ Ratings

All TCEQ ratings will be summed then multiplied by 10 before adding effective management and affordability points.

Combined Rating, Health and Compliance, and Primary Compliance Factors

Microbiological Factors	**Points**
The sum of the total coliform MCL violations, total acute coliform MCL violations, and the treatment technique violations (including all exceedances of the 0.5 Nephelometric Turbidity Units standard), disregarding one violation.	(TCV=s)+(ACV=s)+(TT)-1
Chronic Chemical	
The compliance result above the MCL for any chronic exposure chemical, divided by the MCL level.	Result/MCL
Acute Chemical	
Three times the compliance result above the MCL for Nitrate or Nitrite, divided by the MCL level.	(Result/MCL) X 3
Carcinogen	
Two times the compliance result above the MCL for any carcinogenic chemical, divided by the MCL level.	(Result/MCL) X 2
Lead/Copper	
Two times the greater of the 90th percentile lead level divided by the lead action level or the 90th percentile copper level divided by the copper action level.	[Greater of (Pb90/0.015) or (Cu90/1.3)] X 2
Filtration	
Awarded to any system with one or more sources identified as surface water or groundwater under the direct influence of surface water for which no filtration is provided.	12.00
Groundwater Rule Factor	
Awarded to any system with one or more sources of water identified as groundwater requiring 4-log viral inactivation for which 4-log inactivation is not provided.	12.00

DWSRF IUP
Appendix C – TWDB
Rating Criteria

Population Factor

Added to the sum of the other Primary compliance factors to determine the overall compliance rating.

Population Range	
0-100	0.00
101-1,000	1.00
1,001-10,000	2.00
10,001-100,000	3.00
100,001+	4.00

Secondary Compliance Factors

Secondary Chemical

One half the compliance result above the MCL for any secondary chemical violation for sulfate, chloride, and total dissolved solids, divided by the MCL level. (Maximum of 1 pt.) — (Result/MCL) X 0.5

Physical Deficiency Factor

A rating based on the confirmed existence of physical deficiencies within the water system. This rating will be used to prioritize systems with no other Health and Compliance Factors or Affordability Factors.

Deficiency:

Pressure <20 psi	1.00	Water Loss >25%	0.25
No disinfection	1.00	Pressure ≥20 & ≤35 psi	0.25
Production ≥85% total capacity	0.25	Other Secondary MCLs	0.25
Storage >85% total capacity	0.25		

Consolidation Factor

The sum of all factors for each system which will be consolidated. One half the sums of all factors for each system which will be provided wholesale water.

DWSRF IUP
Appendix C – TWDB
Rating Criteria

Effective Management	
An adopted asset management plan that contains an inventory of assets, an assessment of the criticality and condition of assets, a prioritization of capital projects, and a budget.	2.50
Entity has adopted an Asset Management / Financial Planning tool within the past 5 years that contains the product deliverables under the AMPSS initiative as described in Section XII.	5
Entity plans to prepare an asset management plan with completion of proposed project	0.50
Providing asset management training for the entities governing body and employees	0.50
Entity has a Cybersecurity Awareness Plan that has been adopted by its governing body in the last 5 years	2.50
Project addresses a deficiency found in a Cybersecurity Assessment	2.50
Project addresses a specific goal in a water conservation plan	1.00
Project involves the use of reclaimed water	1.00
Project addresses a specific goal in an energy assessment, audit, or optimization study conducted within the past three years	1.00
Project is consistent with a municipal and/or state watershed protection plan, water efficiency plan, integrated water resource management plan, a regional facility plan, regionalization or consolidation plan, or an approved Total Maximum Daily Load implementation plan	2.00
Disadvantaged Eligibility	
Awarded to any entity that qualifies as a DAC (see Appendix D for eligibility criteria)	30.00

DWSRF IUP
Appendix C – TWDB
Rating Criteria

Previously Received TWDB Planning, Acquisition or Design Funds

The project is requesting construction financing and previously received a TWDB commitment for Planning, Acquisition, and/or Design (PAD) financing within the prior five years (60 months) of the PIF due date under the DWSRF program or the TWDB's Economically Distressed Areas Program, the entity has completed and received TWDB completion approval for all of the PAD activities and is ready to proceed to the construction phase, TWDB has released from escrow at least eighty percent of the PAD funds, and the project has not received any TWDB funding for construction.	30.00

STATE OF TEXAS

Intended Use Plan

Drinking Water State Revolving Fund

www.twdb.texas.gov/financial/programs/DWSRF



SFY 2026

TEXAS WATER DEVELOPMENT BOARD
PO BOX 13231 ■ AUSTIN, TX 78711

STATE OF TEXAS

Intended Use Plan

Clean Water State Revolving Fund

www.twdb.texas.gov/financial/programs/CWSRF



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SRF Intended Use Plans

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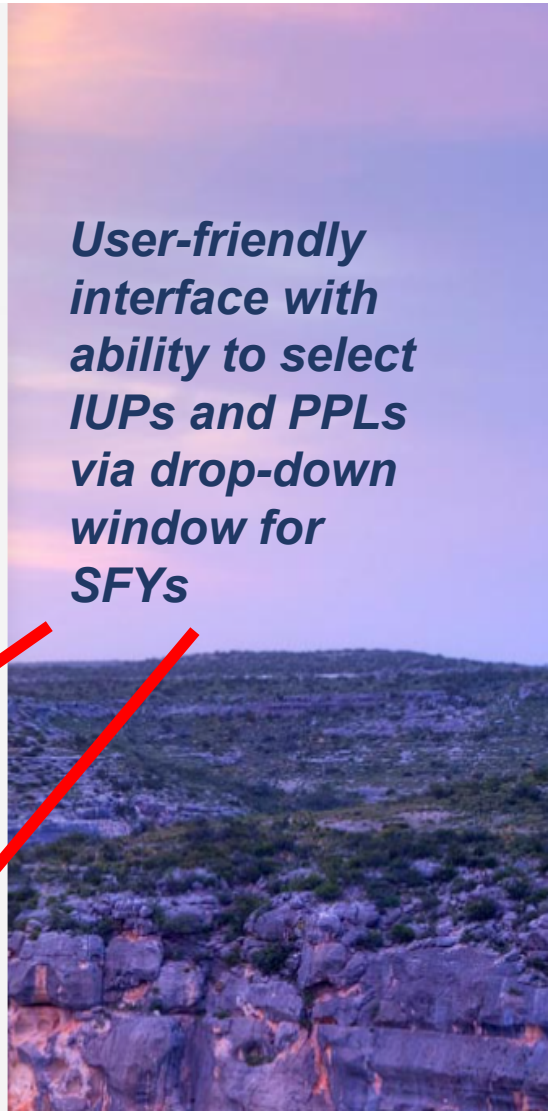
Drinking Water State Revolving Fund (DWSRF) Loan Program

- DWSRF Program Information Sheet
- View State Revolving Fund Webinar February 5, 2021
- View State Revolving Fund Webinar January 29, 2021
- State Revolving Fund Programs Webinar PDF
- State Revolving Fund Program FAQs
- Project Information Form Webinar FAQs

Agriculture Water Conservation Grants
Agriculture Water Conservation Loans
Asset Management Program for Small Systems
Clean Water State Revolving Fund
Drinking Water State Revolving Fund

- Intended Use Plan
  - Select One | View Document
- Project Priority List
  - Select One | View Document
- Project Information Forms & Guidance
- Financial Assistance Application

User-friendly interface with ability to select IUPs and PPLs via drop-down window for SFYs



Programs	Eligible Applicants:	Security Instruments:	Typical Pledges Include:	Length of Loans:
Emerging Contaminants (EC) for both DWSRF and CWSRF	• Political Subdivisions • Water Supply Corporations • Designated Water Management Agencies • Authorized Tribal Organizations • State Agencies • Private Entities (*Nonpoint Source Projects Only*)	• N/A	• N/A	• N/A

- The Infrastructure Investment and Jobs Act (IIJA) appropriated funds through the base SRF program.
- CWSRF-EC or DWSRF-EC, it must be eligible under the base CWSRF or DWSRF programs **AND** specifically reduce exposure to perfluoroalkyl and polyfluoroalkyl substances (PFAS) and/or other emerging contaminants.
- **All project funding will be in the form of 100% principal loan forgiveness.**
- SFY27 CWSRF-EC $9,817,000
- SFY27 DWSRF-EC $60,914,000
- Past Cycle - Project Information Form (PIF) due March 6, 2026.



Emerging Contaminants

- **Drinking Water State Revolving Fund (DWSRF)**
  - Perfluoroalkyl (PFAS)
  - Polyfluoroalkyl (PFAS)
  - EPA's Contaminant Candidate Lists (CCL):
  - **https://www.epa.gov/ccl**

- **Clean Water State Revolving Fund (CWSRF)**
  - Perfluoroalkyl (PFAS)
  - Polyfluoroalkyl (PFAS)
  - Biological Contaminants and Microorganisms
  - Compounds of Pharmaceuticals and
  - Personal Care Products
  - Nanomaterials
  - Microplastics / Nanoplastics

Asset Management Program for Small Systems (AMPSS)

- Water & Wastewater Professional Services for up to $100,000 worth of data collection, system analysis, and planning activities.

- Eligible Systems: ≤ 5,000 metered connections or 10,000 people.

- The final products of the program include:
  - Asset management plan
  - System operations and maintenance manual
  - Training for system management and staff
  - Installation of all tools that were developed on the system's computers
  - Presentation to system management and governing bodies
  - Due Date - Water or Wastewater System PIF Mid-2027.



Water Utility Technical Assistance Program

- Water & Wastewater Professional Services for up to $150,000 worth of services.
  - All water and wastewater systems in Texas are eligible for this program, if they desire to seek funding from TWDB in the future.

- Final products of the program include:
  - Approvable Water Conservation Plans
  - Successful submission of PIFs/Abridged Applications
  - Successful submission of Financial Assistance Applications for invited entities
  - Summary reports with recommendations for financial management controls and operating processes
  - Completed rate study
  - Training regarding State Revolving Fund Procurement requirements including submission of documentation for federal reporting purposes.

  - Eligible entities may submit applications at any time.



Program Requirements

Federal
Loan origination fee
Projects must be listed in the current SRF Intended Use Plan
Davis-Bacon wage rate requirements
American Iron and Steel (AIS) requirements
Build America Buy America (BABA) requirements
National Environmental Policy Act (NEPA)-type environmental review

State
Water supply projects must be consistent with the current state water plan
U.S. Iron and Steel requirements
State-level environmental review

All
Adoption of a water conservation and drought contingency plan (for entities receiving assistance greater than $500,000)

Drinking Water System Data Reports Compliance Requirements

All TWDB required reports must be submitted by the required deadlines to receive funding.

- Water Use Survey
- Water Loss Audit
- Water Conservation Annual Report
- Utility Profile
- Water Conservation Plan

Applicant Helpful Tips

- **Financial**
  - Is the entity prepared for bond issuance?
  - Independent Financial Audit up to date?
    At the time of formal application submittal, a current audit is required for the application to be deemed administratively complete.
  - Current registration with SAM (System for Award Management, https://sam.gov)
- **Ability to Take on Debt**
  - Credit analysis will be completed.
  - Loan repayment pledge?
  - Are water rates, wastewater rates, and surcharges sustainable?
  - Will rates need to be increased?
- **Self-Reports to the TWDB up-to-date?**
  - Water Use Survey
  - Water Loss Audit
  - Water Conservation and Drought Contingency Plan
  - Water Conservation Plan Annual Reports

- **Talk early and often with TWDB staff – we are happy to provide guidance and support.**

Resource Links

*** TWDB Financial Assistance Programs Index**
https://www.twdb.texas.gov/financial/index.asp

*** TWDB Funding Application FAQ**
https://www.twdb.texas.gov/financial/applications/faq.asp

*** TWDB Financial Assistance Applications**
https://www.twdb.texas.gov/financial/applications/index.asp

*** TWDB Financial Assistance Program Guidance Manuals and Forms Library**
https://www.twdb.texas.gov/financial/instructions/index.asp

*** Clean Water State Revolving Fund Program**
www.twdb.texas.gov/financial/programs/CWSRF/index.asp

*** Drinking Water State Revolving Fund Program**
www.twdb.texas.gov/financial/programs/DWSRF/index.asp

Resource Links

*** Water Use Survey Reporting**
https://www.twdb.texas.gov/waterplanning/waterusesurvey/index.asp

*** Water Loss Audit Reporting**
https://www.twdb.texas.gov/conservation/municipal/waterloss/index.asp

*** Conservation Plan Reporting**
https://www.twdb.texas.gov/conservation/municipal/plans/ARs.asp

*** Interactive 2027 State Water Plan**
https://2027.texasstatewaterplan.org/statewide

*** Regional Water Supply Planning**
www.twdb.texas.gov/waterplanning/index.asp

*** State Water Implementation Fund for Texas (SWIFT)**
https://www.twdb.texas.gov/financial/programs/SWIFT/index.asp

Resource Links

*** TCEQ FMT – Free Financial, Managerial, and Technical Assistance**
https://www.tceq.texas.gov/drinkingwater/fmt

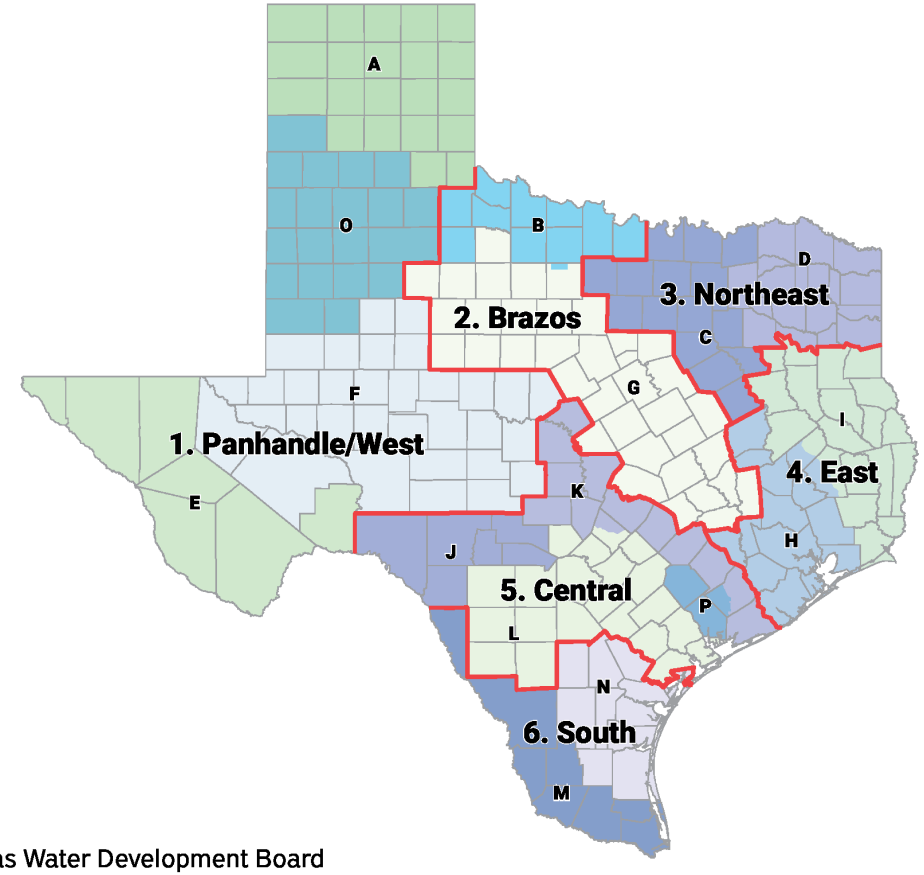
*** TCEQ Asset Management**
https://www.tceq.texas.gov/downloads/assistance/water/pdws/astmgmt

*** TWICC**
https://twicc.org/resources/doc/TWICC_Funding_Resources_Guide.pdf

*** TXWARN Mutal Aid Emergency Response**
https://www.txwarn.org/

*** EPA**
https://www.epa.gov/ground-water-and-drinking-water

TWDB Contacts



Texas Water Development Board

1700 North Congress Avenue
Austin, TX 78701

Tel: (512) 463-7847

Fax: (512) 475-2053

General Email
Financial_Assistance@twdb.texas.gov

Financial Assistance Outreach Team
Scott Galaway
737-226-3381
scott.galaway@twdb.texas.gov

Enriqueta "Keta" Caballero
512-435-9071
enriqueta.caballero@twdb.texas.gov

(512) 463-7847

www.twdb.texas.gov/financial/programs

TEXAS WATER DEVELOPMENT BOARD



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