



Drinking Water State Revolving Fund (DWSRF)

The DWSRF assists communities by providing low-cost financing for a wide range of water projects that facilitate compliance with drinking water standards. Streamlining the program provides year-round funding as projects are included in the DWSRF Intended Use Plan.

Eligible Applicants

- Publicly and privately owned water systems
- Nonprofit water supply corporations
- Nonprofit, non-community public water systems

Eligible Projects

Planning, design, acquisition, and construction to:

- Correct water system deficiencies
- Upgrade or replace water systems
- Consolidate systems
- Purchase capacity
- Purchase other systems
- Implement green projects
- Implement source water protection projects

Benefits and Terms

- Below-market fixed interest rates (subsidized interest rates based on participant's existing credit rating)
- Principal forgiveness for qualifying disadvantaged, small/rural disadvantaged, green, very small systems, and urgent need projects
- Up to 30-year repayment period
- There is no maximum eligible commitment amount for a project under the SFY 2023 Intended Use Plan (IUP) however, the total funding available by category is limited. Please refer to future IUPs to determine the maximum funding per project.

Program Requirements

- Loan origination fee
- Projects must be consistent with the current state water plan
- Projects must be listed in the current DWSRF Intended Use Plan
- Entities receiving assistance greater than \$500,000 must adopt a water conservation and drought contingency 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
- Review of legislative requirements regarding water loss threshold limits
- For equivalency projects only: Disadvantaged Business Enterprise program

For specific questions on the program, please contact

DWSRF@twdb.texas.gov.

Detailed information on the program is also available at www.twdb.texas.gov/financial/programs/DWSRF.