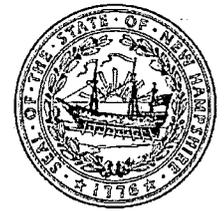




The State of New Hampshire
Department of Environmental Services

Robert R. Scott, Commissioner

74



June 20, 2025

Her Excellency, Governor Kelly A. Ayotte
and the Honorable Council
State House
Concord, New Hampshire 03301

REQUESTED ACTION

Authorize the Department of Environmental Services to amend a Clean Water State Revolving Fund (CWSRF) loan agreement with North Conway Water Precinct (VC #154445 B001) to increase the loan amount by \$865,000, from \$2,093,000 to \$2,958,000, under the provisions of RSA 486:14 and N.H. Code of Admin. Rules Env-Wq 500 et seq., effective upon Governor & Council approval. The original loan agreement was approved by Governor & Council on November 22, 2022, as Item No. 147. Funding is 83% Federal Funds, 17% General Funds.

Funding is available in the following account:

| | |
|--|----------------|
| | <u>FY 2026</u> |
| 03-44-44-441018-5467-301-500832 | \$720,833 |
| Dept. Environmental Services, CWSRF BIL Loans, Loans | |
| 03-44-44-441018-1407-301-500832 | \$144,167 |
| Dept. Environmental Services, SRF State Match, Loans | |

EXPLANATION

The purpose of this Amendment is to increase North Conway Water Precinct's existing CWSRF loan by \$865,000 to fund the Oxidation Ditch Upgrade project. These additional funds will be used to purchase a new exterior standby generator. Due to the additional loads resulting from the WWTF Oxidation Ditch Upgrade, the existing generator is not large enough to handle the full WWTF electrical load without manually shutting down some of the processes. To date one hundred percent of the \$997,000 ARPA funds have been disbursed, and \$710,741 of the CWSRF loan funds have been disbursed.

The final loan amount will be based on the total CWSRF funds disbursed and may be less than \$2,958,000. Under federal capitalization grant requirements this loan includes principal forgiveness in the amount of up to \$711,600.

Attached is a tabulation of the CWSRF showing the effect of this action on the funds available for loans.

We respectfully request your approval.


Robert R. Scott, Commissioner

**DEPARTMENT OF ENVIRONMENTAL SERVICES
WATER DIVISION
CLEAN WATER STATE REVOLVING FUND**

Supplemental information to Governor and Council request for loan agreements under RSA 486:14 and N.H. Admin. Rules Env-Wq 500 for the municipality listed below:

This request will change the balance available for loans as follows:

| | CWSRF Capitalization Grant |
|--|---------------------------------------|
| Federal Funds Available for Loans as of 6/19/2025 | <u>\$17,102,371</u> |
| Loan Amendment(s) This Request: | |
| North Conway Water Precinct Amendment No. 1 | \$865,000 |
| Other Requested Action(s) | |
| Net Change | <u>\$865,000</u> |
| Balance Available after G & C Approval | <u>\$16,237,371</u> |

AMENDMENT No. 1

TO
STATE OF NEW HAMPSHIRE
WATER POLLUTION CONTROL REVOLVING FUND PROGRAM
NORTH CONWAY WATER PRECINCT, NEW HAMPSHIRE

ORIGINAL LOAN AGREEMENT
For Project CS-334066-08

To increase North Conway Water Precinct's loan amount for the **Oxidation Ditch Upgrade** project, CWSRF Loan Number CS-334066-08, by \$865,000, from \$2,093,000 to \$2,958,000.

Now therefore, amend the ORIGINAL LOAN AGREEMENT, as approved by Governor and Council on November 22, 2022, as Item No. 147 in the following manner:

Change only Page 1 lines 16 through 17 of the ORIGINAL LOAN AGREEMENT to read as follows:

"...State, in accordance with the terms of this Agreement, the principal sum of **Two Million, Nine Hundred Fifty-Eight Thousand and 00/100 Dollars (\$2,958,000)** (Principal Sum) or such lesser amount as shall ...";

And, change only Page 1, line 25 of the ORIGINAL LOAN AGREEMENT to read as follows:

"...completion of the project, and a portion of the principal sum in the amount of **20%** of the..."

And, change only Page 2, lines 2 and 3 of the ORIGINAL LOAN AGREEMENT to read as follows:

"...amount of principal forgiveness applied to the loan will not exceed **Seven Hundred Eleven Thousand, Six Hundred and 00/100 Dollars (\$711,600)**. In addition to the principal sum, the..."

And, change only Page 3, line 11 of the ORIGINAL LOAN AGREEMENT to read as follows:

"...date is hereby determined to be **August 2, 2026**; however, should the project experience an..."

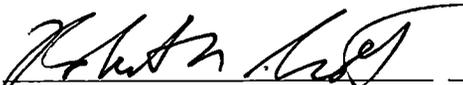
Accepted by
North Conway Water Precinct, New Hampshire



Superintendent

6/2/25
Date

Accepted by
State of New Hampshire

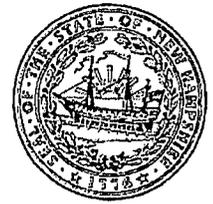


Robert R. Scott, Commissioner
Department of Environmental Services

6/24/25
Date



The State of New Hampshire
Department of Environmental Services



Robert R. Scott, Commissioner

September 21, 2022

His Excellency, Governor Christopher T. Sununu
and the Honorable Council,
State House
Concord, New Hampshire 03301

APPROVED G & C

DATE 23 November 2022

ITEM # 147

REQUESTED ACTIONS

1. Authorize the Department of Environmental Services to award a grant to the North Conway Water Precinct (VC# 154445 B001) in the amount not to exceed \$997,000 for the Oxidation Ditch Upgrade project, effective upon Governor & Council approval through March 1, 2025. 100% Federal Funds.

Funding is available in the following account:

03-44-44-440010-2476-072-500574
Dept Environmental Services, ARPA DES Loans, Grants Federal
Activity code: 00FRF602WB4401E

FY 2023
\$997,000

2. Authorize the Department of Environmental Services to approve a loan agreement with the North Conway Water Precinct (VC# 154445 B001) in an amount not to exceed \$2,093,000 to finance the Oxidation Ditch Upgrade project under the provisions of RSA 486:14 and N.H. Code of Admin. Rules Env-Wq 500 et seq., effective upon Governor & Council approval. Funding is 100% CWSRF Repayment Funds.

Funding is available in the following account:

03-44-44-441018-2001-301-500832
Dept. Environmental Services, CWSRF Loan Repayments, Loans

FY 2023
\$2,093,000

EXPLANATION

NHDES selected awardees for the Clean Water Infrastructure projects from pre-applicants who submitted proposed projects to the Clean Water State Revolving Fund (CWSRF) loan program in 2021. Pre-applicants were offered funding for their project utilizing CWSRF ranking criteria, the 2021 CWSRF Project Priority List, and information obtained from a project update solicitation in November 2021.

The North Conway Water Precinct requested a total of \$3,090,000 in funding from NHDES for needed improvements to the wastewater treatment facility (WWTF). NHDES, through the American Rescue Plan Act funds (ARPA) and the Clean Water State Revolving Loan Fund (CWSRF) has offered the Precinct \$3,090,000 in a combination of grant and loan funds.

The Precinct will use the grant and loan funding to upgrade the existing oxidation ditch system to provide additional secondary treatment capacity and rehabilitate the offline ditch equipment to add renewed redundancy to the system.

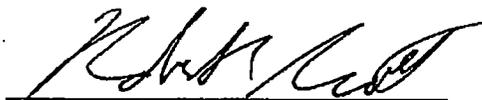
ARPA of 2021 is a \$1.9 trillion economic stimulus bill passed by the 117th United States Congress and signed into law by President Biden on March 11, 2021, to speed up the United States' recovery from the economic health effects of the COVID-19 pandemic and the resultant recession. The Act defines eligible uses of the state and local funding, including responding to public health emergencies, responding to workers performing essential work during the COVID-19 emergency, providing revenue relief to states and making investments in water, sewer, and broadband infrastructure. This is an allowable use of ARP FRF funds under Section 602 (c)(1)(D) to make necessary investments in water, sewer, or broadband infrastructure.

In accordance with the final rule from the US Treasury Department for water and wastewater infrastructure investments, project eligibility is aligned with the Environmental Protection Agency's Clean Water State Revolving Fund (CWSRF) and Drinking Water State Revolving Fund (DWSRF). This project is an eligible CWSRF infrastructure project.

The Supplemental (final) loan amount will be based upon the total CWSRF funds disbursed and may be less than \$2,093,000. Under federal capitalization grant requirements, this loan includes principal forgiveness of up to \$369,300. Currently, there is \$101,653,542 available to loan after this request.

In the event that funds become no longer available, general funds will not be requested to support this program. This grant agreement has been approved by the Attorney General's Office as to form, substance and execution.

We respectfully request your approval of this item.



Robert R. Scott,
Commissioner