

Subject Water infrastructure funding

Authors Boldon and Ecklund

Analyst Anna Scholin

Date March 9, 2022

### Overview

Makes modifications to water funding programs and appropriations for water projects.

## Summary

Section	Description
1	<p><b>Type and amount of assistance.</b></p> <p>Increases the maximum grant from \$5,000,000 to \$7,000,000 per project and from \$20,000 to \$25,000 per existing connection for the water infrastructure funding program.</p>
2	<p><b>Program established.</b></p> <p>Removes the limitation that grants be for a maximum of \$7,000,000 for the point source implementation grant program.</p>
3	<p><b>Technical planning grants.</b></p> <p>Allows the Public Facilities Authority to make grants to local governments to develop long-term plans for their wastewater, sewer, and drinking water treatment systems. Sets the maximum grant as \$100,000 and requires that local government units with populations over 10,000 pay a cost share of at least 50 percent. Stipulates that the Public Facilities Authority must confer with the Pollution Control Agency and the Department of Health on the design of the program and evaluation of proposals.</p>
4	<p><b>Clean water appropriations; general obligation bonds.</b></p> <p>Appropriates \$299,000,000 from the bond proceeds fund to the Public Facilities Authority, of which:</p> <ul style="list-style-type: none"><li>▪ \$49,000,000 is for matching federal capitalization grants for the clean water revolving fund and the drinking water revolving fund;</li><li>▪ \$100,000,000 is for grants under the water infrastructure funding program; and</li></ul>

Section	Description
---------	-------------

- \$150,000,000 is for grants under the point source implementation grants program.

Authorizes the sale and issue of bonds of the state to make these appropriations.

Effective date: This section is effective the day following final enactment.

**5 Clean water appropriations; general fund.**

Appropriates \$999,000 in fiscal year 2023 from the general fund to the Public Facilities Authority for the point source implementation grants program, with a base amount of \$37,500,000. Appropriates \$5,000,000 in fiscal year 2023 from the general fund to the Public Facilities Authority for innovative wastewater technical planning grants, with a base amount of \$2,500,000.

Effective date: This section is effective the day following final enactment.



*Minnesota House Research Department provides nonpartisan legislative, legal, and information services to the Minnesota House of Representatives. This document can be made available in alternative formats.*

[www.house.mn/hrd](http://www.house.mn/hrd) | 651-296-6753 | 155 State Office Building | St. Paul, MN 55155