

STATE OF IDAHO
DEPARTMENT OF ENVIRONMENTAL QUALITY

CLEAN WATER

STATE REVOLVING FUND

ANNUAL REPORT

for
Fiscal Year 2005
July 1, 2004 - June 30, 2005

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**STATE OF IDAHO
DEPARTMENT OF ENVIRONMENTAL QUALITY
STATE REVOLVING FUND
2005 ANNUAL REPORT**

INTRODUCTION

This annual report is prepared for and submitted to the United States Environmental Protection Agency (EPA) in compliance with the requirements of Title VI of the Clean Water Act and 40 CFR Part 35. The reporting period is the state fiscal year (FY 2005) which began July 1, 2004 and ended June 30, 2005. This report describes how the Department of Environmental Quality (DEQ) has met the goals and objectives of its State Revolving Fund (SRF) as identified in the Intended Use Plans and Capitalization Grant Applications. In addition to addressing these documents, this report reflects the sources and uses of all SRF funds during FY 2005.

At the end of FY 2005 the SRF was capitalized with 17 federal capitalization grants and the corresponding state match. Figure 1 shows these funds by year as well as the allocation of the funds for administration and for loans.

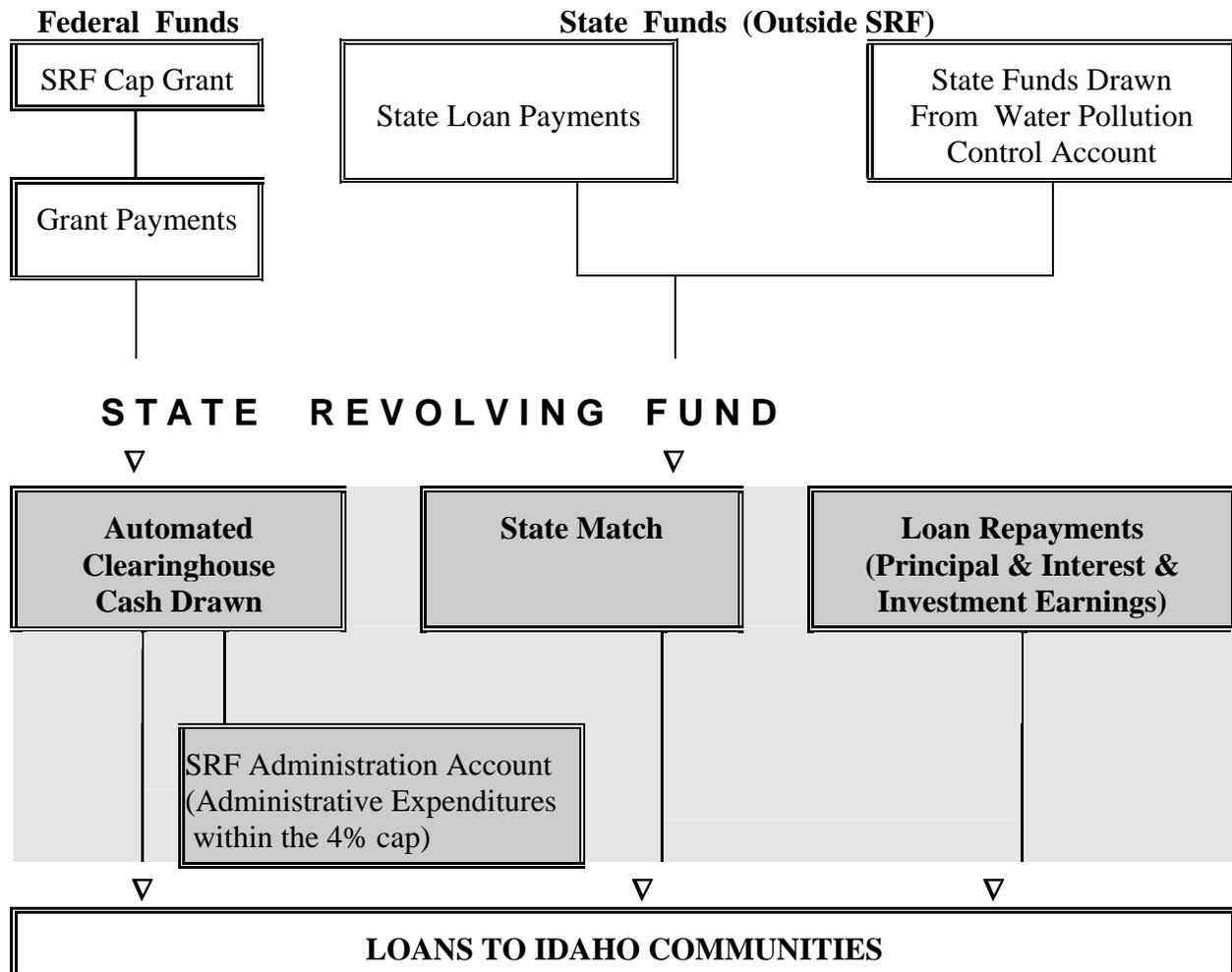
FIGURE 1: IDAHO SRF FUNDING THROUGH 6/30/2005

FFY	Capitalization Grant Amount	20% State Match	Administrative Allowance	Net Available for Loans
1989	\$4,577,200	\$915,440	\$183,088	\$5,309,552
1990	4,738,000	947,600	189,520	5,496,080
1991	10,343,215	2,068,643	403,001	12,008,857
1992	9,534,900	1,906,980	381,396	11,060,484
1993	9,431,000	1,886,200	377,240	10,939,960
1994	5,813,800	1,162,760	232,552	6,744,008
1995	6,007,800	1,201,560	240,312	6,969,048
1996	6,318,400	1,263,680	252,736	7,329,344
1997	6,576,800	1,315,360	263,072	7,629,088
1998	6,577,300	1,315,460	263,092	7,629,668
1999	6,577,900	1,315,580	263,116	7,630,364
2000	6,555,200	1,311,040	262,208	7,604,032
2001	6,496,100	1,299,220	259,844	7,535,476
2002	6,510,800	1,302,160	260,432	7,552,528
2003	6,467,800	1,293,560	258,712	7,502,648
2004	6,471,800	1,294,360	258,872	7,507,288
2005	5,243,500	1,048,700	209,740	6,082,460
	114,241,515	22,848,303	4,558,933	132,530,88

Figure 2 below shows the flow of monies through the State Revolving Fund. Transfers are made from the Water Pollution Control Account

as the 20% match is required when cash draws are made from the capitalization grants.

FIGURE 2: STATE REVOLVING FUND AND ACCOUNTS FLOW CHART



Other continuing activities during this fiscal year include the negotiation and signing of 3 new loan agreements in the total amount of \$7,864,000. The specific projects are listed on Attachment C. This brings the total number of signed loan agreements to 72 and an aggregate loan amount of \$226,141,713.

This fiscal year \$13,835,679 was disbursed to loan recipients. Three more loans finished the disbursement phase, bringing the total of completed loan projects to 55. All loans are scheduled to be repaid within twenty years of project completion.

This fiscal year DEQ staff receipted loan repayments of \$15,560,575 in principal and \$2,245,330 in interest. All scheduled repayments were received on time and in the scheduled amounts. There have been no loan defaults.

In addition to revenue from capitalization grants, the state match and repayments, the SRF is generating interest revenue on undisbursed monies. The fund received \$1,829,081 during the fiscal year.

LONG TERM GOALS AND PROGRESS

Three long-term goals were identified in the Intended Use Plans that were previously submitted to EPA. DEQ has made progress toward achievement of these long-term goals.

GOAL 1

Protect public health and the waters of the state by offering financial assistance for the construction of wastewater treatment facilities.

Progress

By June 30, 2005 DEQ had completed 17 annual rounds of establishing priority lists in order to make the funding available. However, because the needs of all communities are much larger than the available funds, DEQ has attempted to award funding for projects as much as possible in priority order. Loan applications are only solicited for amounts equal to the funds available. This prevents communities from having to incur the cost of preparing an application for which funds are not available.

DEQ staff meets on a quarterly basis with all other state and federal agencies that provide funding for wastewater treatment projects in order to coordinate efforts. Each of the agencies reviews the priority lists of each of the other agencies. Several projects for which SRF loans have been awarded also have Community Development Block Grants that are administered by the Idaho Department of Commerce.

Projects That Address This Goal

North Lake Sewer and Water District was awarded a \$2,964,000 grant for the second phase of extending the existing collection system to meet local growth needs (for the Tamarack Falls area). This is also a continuation of the effort to protect the water quality of Cascade Lake. A significant source of lake water quality degradation has been leaking septic tanks and drainfields, compounded by high groundwater levels throughout the area. This project will provide centralized sewage collection and treatment to avoid the need for septic tank systems and to reduce the levels of phosphorus in the reservoir.

Fish Haven Recreational Water and Sewer District was awarded a \$1,400,000 grant to build a new primary treatment lagoon and winter storage pond. The existing facility could no longer manage the

wastewater flows (i.e. hydraulic overloading).

GOAL 2

Assist local communities as they strive to achieve and maintain compliance with federal and state water quality standards.

Progress

Idaho's SRF Program continues to be water quality driven. All projects identified to receive financial assistance are ranked in accordance with the integrated priority system that was developed to rank all water quality projects.

Projects That Address This Goal

The City of St. Anthony was awarded a \$3,500,000 loan for design and construction upgrades to an existing collection and treatment system. The upgrade is aimed at lagoon improvements, chlorination to help meet permit limits and improvement of infrastructure. The project will assist the City with compliance of the requirements of the Clean Water Act and meet the terms of its National Pollution Discharge Elimination System permits.

GOAL 3

Administer Idaho's SRF to ensure its financial integrity, viability, and revolving nature in perpetuity.

Progress

Loan applications have been and will be carefully scrutinized to assure affordability and thereby loan repayment. In most cases loans will be secured by Revenue Bonds which will be held as collateral for the loan. In the case of projects that are funded using the "ordinary and necessary" provisions allowed by the Idaho Constitution, covenants are required which give the SRF rights to recover in case of nonpayment. "Ordinary and necessary" loans also are collateralized by promissory notes. All loan ordinances establish reserve accounts to be drawn upon to make a loan repayment in case of a shortfall in the collection of user charges.

The loan rate is adjusted on an annual basis and is established by a policy signed by the Director. The rate for FY 2005 was set at 3.25%. Because the number of projects that are able and willing to proceed with construction has not exceeded the amount of available funding, DEQ has decided not to pursue leveraging schemes that could increase the available amount of funds. Leveraging in Idaho would be very difficult since the Department does not have bonding authority and even the State Treasurer is limited by the State

Constitution to \$2 million in long-term debt.

SHORT TERM GOALS AND PROGRESS

In its Intended Use Plan DEQ identified three short-term goals to be implemented in FY 2005. These have been achieved as follows:

GOAL 1

Perform all necessary tasks to assure that all loan assistance requested for Federal Fiscal Year 2005 funding is provided to projects on the list in a timely manner.

Progress

DEQ staff has worked diligently to obtain loan applications from any and all projects that were willing and able to proceed. Many preapplication meetings were held. The signing of the 3 new loans previously mentioned has put the SRF well ahead of the schedule negotiated with EPA for securing signed loan agreements.

GOAL 2

Explore opportunities to expand the uses of SRF funds to include funding of non-point source projects.

Progress

Changes were made to Idaho Code and DEQ rules to allow SRF funding for non-point source projects. An integrated priority rating form was developed pursuant to the rules that would produce a priority list of projects that could include both point and non-point source projects. Currently, there is a program underway with the Idaho Soil Conservation Commission (SCC) serving as Idaho DEQ's first use of SRF funds for non-point source projects. The SCC provides monies to subrecipients to facilitate the implementation of best management practices that will help eliminate and/or reduce nonpoint source pollution at their facilities.

GOAL 3

Address long-term funding for SRF administrative costs when capitalization grants are no longer provided.

Progress

DEQ's Deputy Attorney General has concluded that DEQ lacked authority to implement fees on loan agreements. A rule change is before the legislature that will enable DEQ to charge fees in a manner acceptable to the EPA. This revised methodology shall ensure the viability of administrative funding into the future.

GOAL 4

Address increased workload by establishing a Loan Officer position.

Progress

The Loan Officer position (Analyst 4 level) has been established and filled prior to issuance of this report but during FY 2006.

METHODS AND CRITERIA FOR DISTRIBUTION OF FUNDS

The following principles and procedures were the basis for the administration, funding, allocation and distribution of the SRF monies in FY 2005.

PROGRAM ADMINISTRATION

Four percent of each capitalization grant provided by EPA was set aside to be used for program administration.

SRF PRIORITY LIST

Priority list rating forms were sent to Project Engineers in DEQ regional offices to rate all cities, counties and water and sewer districts in the state. Once all of the forms were completed a meeting was held of the Senior Engineers to rate and rank the projects. The result of the rating and ranking was the preliminary priority list that was presented at the public hearing.

Projects on the FY 2005 list were rated using the following criteria:

- A. 150 points - Only if a public health emergency is certified by the DEQ Board or a Health District Board.
- B. 0 to 100 points- Watershed Restoration. These projects implement best management practices or initiate construction of wastewater collection and treatment facilities as part of a TMDL, protect threatened waters identified through Idaho's Nonpoint Source Management Plan, or is a part of a special water quality effort.
- C. 0 to 100 points- Watershed Protection from Impacts. Points are assigned based upon the number of stream miles impacted; the number of lake/reservoir surface areas impacted; the extent of groundwater impacts to beneficial uses or the ability of a statewide project to promote point or nonpoint source pollution reduction or mitigation.

- D. 0 to 50 points- Secondary "Incentive" Project Ranking. These criteria were design to give bonus points to projects that had completed activities that indicate progress toward being ready to accept a loan, i.e.- completion of a facility plan or put in place a plan for loan payback such as hiring of a financial consultant or passing a bond election. Extra points are awarded if the project results in higher user charge rates as well as for projects that correct an existing or potential health hazard.

FUNDABLE PROJECTS

The highest rated projects on the adopted Priority List that are ready to proceed are selected for funding and listed on the IUP.

DISBURSEMENTS

The estimated timing and amount of disbursements for the projects on the new IUP are added to the latest cash disbursement request projections for prior year funded and projected projects. The projections are based upon estimated disbursement schedules submitted by loan recipients and projected timing of loan agreements, adjusted for corrections by regional project engineers and central office staff. These disbursements are tracked on an on-going basis to project needed cash from all capitalization grants and state match. All funds were expended in an expeditious and timely manner.

FEDERAL PAYMENTS

Idaho's proposed payment schedule for each capitalization grant is based upon the projected timing of signed loan agreements with projects listed on the current and prior IUP's. This allows for adjustment of prior IUP projects to be reflected in the federal payment schedule.

STATE MATCH

Idaho's match for all capitalization grants is provided from a perpetual appropriation from the state Water Pollution Control Account.

COMPLIANCE WITH OPERATING AGREEMENT REQUIREMENTS

During FY04 DEQ and EPA completed the first update to the Operating Agreement since the original agreement was signed in 1989. A key component of the new agreement is an updated State Environmental Review Process (SERP). In this process EPA has designated DEQ as its nonfederal representative for informal consultations under the

Endangered Species Act (ESA).

The following sections address compliance with the requirements of the Operating Agreement between the EPA and DEQ for the SRF Program.

FIRST USE REQUIREMENT

This requirement for the use of SRF funds has been met. All Idaho communities on the National Municipal Policy list have achieved compliance with water quality requirements, are on an enforceable schedule, have an enforcement action filed, or have a funding commitment.

EQUIVALENCY REQUIREMENTS

Idaho plans to use both its federal capitalization grant and state match on "equivalency projects". As such, it is DEQ's intent that all projects meet each of the 16 specific statutory requirements provided in Section 602(b)(6) of the Clean Water Act. In the event that EPA disagrees with DEQ's determination that a particular project qualifies as an "equivalency project," DEQ will accept the judgement of EPA and substitute one or more additional "equivalency projects" of similar or greater size to ensure that Idaho is released from Title II requirements as soon as possible.

Each SRF loan agreement includes language agreeing to comply with the 16 Title II requirements of the SRF program as well as federal "cross-cutting" requirements. Compliance with the appropriate Title II and "cross-cutting" requirements is a checklist item monitored by regional project engineers.

ENVIRONMENTAL REVIEWS

DEQ reviews all requests for categorical exclusion, environmental assessments and environmental impact statements for SRF projects pursuant to procedures established in the SRF Handbook of Procedures. These documents are prepared by project applicants. After review and incorporation of any DEQ staff comments, public comments are solicited through notices published in a local newspaper of general circulation. Comments are sought from other affected state and federal agencies as well as Indian Tribes.

During FY 2005 public notices were developed and environmental documents were reviewed for St Anthony with a Finding of No Significant Impact being issued.

APPLICABLE FEDERAL AUTHORITIES AND LAWS

DEQ, and recipients of SRF monies directly made available by the capitalization grants, will comply with federal laws and authorities, as identified in the Initial Guidance of January 1988 and applicable regulations. DEQ agrees to notify EPA when consultation or coordination is necessary to resolve issues

regarding compliance with "cross-cutting" authorities. As is the case with Title II requirements, specific language agreeing to comply is included in each loan agreement, and compliance is a checklist review item for each regional project engineer.

PUBLIC INVOLVEMENT

Public involvement was provided during the development of the FY 2006 Priority List. Notification of the hearing was published in 6 regional Idaho newspapers once a week for 3 consecutive weeks. The public was invited to submit comments concerning the list by May 20, 2005. Notifications of the opportunity to submit projects for consideration were also mailed to all Idaho cities, counties, water and sewer districts, and many engineering consultants. The Intended Use Plan, including the Priority List, was posted on the DEQ website as well. A public hearing to receive oral comments regarding the list was held on May 16, 2005 at the DEQ building in Boise. The DEQ Board approved the final FY 2005 list on June 23, 2005.

Table 1
 Idaho Department of Environmental Quality - State Revolving Fund
 List of Projects With Signed Loan Agreements - As of 6/30/2005

<u>PROJECT NAME</u>	<u>LOAN NUMBER</u>	<u>DESCRIPTION</u>	<u>LOAN DATE</u>	<u>LOAN PER IUP</u>	<u>AMOUNT ACTUAL</u>	<u>REPAYMENT PERIOD</u>	<u>INTEREST RATE</u>
Aberdeen	1890-01	Treatment	8/14/90	\$323,000	\$323,000	20 years	4.0%
Basalt	1893-04	Interceptor	11/23/94	\$625,000	\$94,875	20 years	4.5%
Bellevue	1892-02	Coll. & Treat	6/20/91	\$1,150,000	\$1,150,000	20 years	4.0%
Blackfoot	1892-03	Coll.Inter.&Treat.	10/23/91	\$954,168	\$908,000	20 years	4.0%
Boise	1890-04	Interceptor	8/20/91	\$1,015,684	\$687,458	20 years	4.0%
Boise	1893-06	Treatment	6/28/95	\$7,145,982	\$8,300,000	20 years	4.5%
Boise	1895-01	Treatment	11/29/95	\$6,000,000	\$6,800,000	20 years	4.5%
Boise	1895-02	Treatment	5/8/96	\$4,540,404	\$7,000,000	20 years	4.5%
Boise	1898-07	Interceptor	4/10/01	\$1,600,000	\$1,648,600	20 years	4.0%
Boise	1899-06	Treatment	6/3/03	\$11,500,000	\$10,600,000	20 years	3.75%
Burley	1899-08	Treatment	2/12/04	\$18,000,000	\$18,000,000	20 years	3.5%
Caldwell	1896-03	Treatment	4/7/98	\$10,000,000	\$10,000,000	20 years	4.5%
Coeur d'Alene	1890-03	Collectors	10/8/90	\$833,700	\$833,700	20 years	4.0%
Coeur d'Alene	1891-01	Treatment	8/20/91	\$3,834,265	\$5,200,000	20 years	4.0%
Coeur d'Alene	1891-04	Collectors	4/3/91	\$621,600	\$621,600	20 years	4.0%
Coeur d'Alene	1891-05	Collectors	4/3/91	\$197,400	\$197,400	20 years	4.0%
Coeur d'Alene	1892-07	Compost	1/6/93	\$500,000	\$500,000	20 years	4.0%
Coeur d'Alene	1892-09	Collectors	3/20/96	\$715,450	\$483,000	20 years	4.5%
Coeur d'Alene	1892-10	Collectors	3/20/96	\$715,450	\$436,800	20 years	4.5%
Coeur d'Alene	1899-03	Treatment	7/16/02	\$11,000,000	\$15,000,000	20 years	3.75%
Coolin SD	1899-02	Treatment	6/4/02	\$1,800,000	\$3,900,000	20 years	3.75%
Council	1893-03	Coll. & Int.	6/7/93	\$500,000	\$500,000	20 years	4.5%
Dietrich	1895-05	Treatment	8/27/97	\$100,000	\$100,000	20 years	4.5%
Driggs	1896-07	Treat & Int.	8/18/98	\$1,150,000	\$1,150,000	20 years	4.5%
Eagle SD	1899-07	Collectors	7/14/03	\$280,000	\$280,000	20 years	3.75%
Eden	1893-05	Interceptor	7/11/94	\$115,000	\$115,000	20 years	4.5%
Ellisport Bay	1892-11	Treat & Int.	10/8/96	\$450,000	\$723,667	20 years	4.5%
Fish Haven SD	1899-17	Treatment & Collectors	4/25/05	\$2,000,000	\$1,400,000	20 years	3.25%
Fremont County	1896-05	Treatment	4/27/98	\$1,035,590	\$1,700,000	20 years	4.5%
Fremont County	1899-05	Treatment	8/12/02	\$800,000	\$900,000	20 years	3.75%
Gooding	1895-04	Interceptor	5/5/97	\$1,041,667	\$500,000	20 years	4.5%
Gooding	1893-01	Interceptor	4/16/93	\$1,250,000	\$1,560,000	20 years	4.5%
Granite Reeder SD	1899-12	Intercept. & Treat.	1/5/04	\$2,000,000	\$3,135,000	20 years	3.5%
Hailey	1895-06	Treatment	9/23/97	\$2,500,000	\$4,500,000	20 years	4.5%
Hayden	1892-04	Collectors	5/14/92	\$320,424	\$745,328	20 years	4.0%
Hayden	1895-03	Collectors	3/22/96	\$816,667	\$598,126	20 years	4.5%
Helmer	1896-08	Treatment	9/25/98	\$50,000	\$68,318	20 years	4.5%
Heyburn	1891-02	Treatment	9/9/91	\$999,600	\$1,363,681	20 years	4.0%
Id. Soil Cons.	1899-04	Non-Point	8/23/02	\$2,673,000	\$2,673,000	20 years	2.0%
Kalispel Bay SD	1896-02	Coll.Inter.&Treat.	7/2/97	\$1,700,000	\$1,474,044	20 years	4.5%
Kimberly	1898-05	Collectors	10/10/00	\$2,000,000	\$2,000,000	20 years	4.0%
Kuna	1894-02	Interceptor	5/3/95	\$492,500	\$492,500	20 years	4.5%
McCall	1894-04	Treatment	12/6/96	\$1,710,404	\$3,140,850	20 years	4.5%
Moscow	1898-03	Treatment	5/1/00	\$10,000,000	\$10,000,000	20 years	4.0%
Mountain Home	1899-11	Coll.Inter.&Treat.	4/26/04	\$4,005,000	\$4,000,000	20 years	3.5%
Murtaugh	1892-06	Treatment	1/14/94	\$50,000	\$50,000	20 years	4.0%
North Lake SD	1898-01	Collectors	2/22/00	\$488,000	\$450,000	20 years	4.0%
North Lake SD	1896-04	Collectors	3/14/98	\$600,000	\$443,000	20 years	4.5%
North Lake SD	1894-03	Coll.Inter.&Treat.	6/23/95	\$5,000,000	\$6,780,000	20 years	4.0%
North Lake SD	1898-10	Coll. & Int.	10/13/01	\$106,000	\$220,000	20 years	3.75%
North Lake SD	1899-09	Coll. & Int.	8/9/03	\$4,106,000	\$5,340,000	20 years	3.5%
North Lake SD	1899-10	Collectors	4/23/04	\$460,000	\$485,000	20 years	3.5%
North Lake SD	1899-16	Treatment & Collectors	9/02/04	\$2,450,000	\$2,964,000	20 years	3.25%
Outlet Bay	1891-03	Collectors	7/25/92	\$75,875	\$524,000	20 years	4.0%
Outlet Bay	1898-06	Treatment	7/29/00	\$2,293,080	\$2,960,250	20 years	4.0%
Parma	1896-01	Coll.Inter.&Treat.	3/5/98	\$500,000	\$565,000	20 years	4.5%
Payette	1898-04	Treat & Int.	11/6/00	\$3,000,000	\$1,200,000	20 years	4.0%
Pocatello	1890-02	Treat & Int.	9/17/90	\$3,681,000	\$3,917,000	20 years	4.0%
Pocatello	1897-01	Treat & Int.	1/20/99	\$4,800,000	\$5,000,000	20 years	4.0%
Pocatello	1898-09	Treatment	8/28/01	\$6,449,740	\$5,850,000	20 years	3.75%
Pocatello	1899-01	Treatment	10/30/02	\$11,150,000	\$11,500,000	20 years	3.75%
Post Falls	1892-01	Collectors	5/15/91	\$1,375,476	\$1,399,516	20 years	4.0%
Rexburg	1892-05	Treatment	4/22/93	\$5,000,000	\$5,000,000	15 years	4.0%
Rupert	1893-02	Interceptor	8/3/93	\$350,000	\$340,000	10 years	4.5%
Rupert	1899-14	Treatment	6/30/04	\$12,200,000	\$12,000,000	20 years	3.5%
S.Fork CdA River	1898-08	Treatment	11/21/00	\$4,000,000	\$5,600,000	20 years	4.0%
Spirit Lake	1898-11	Treatment	12/27/01	\$775,000	\$900,000	20 years	3.75%
St. Anthony	1899-15	Treatment & Collectors	8/09/04	\$3,500,000	\$3,500,000	20 years	3.25%
Star W&S Dist.	1899-13	Treatment	4/20/04	\$3,600,000	\$3,100,000	20 years	3.5%
Twin Falls	1898-02	Treatment	10/29/99	\$8,000,000	\$8,500,000	20 years	4.0%

Victor	1896-06	Collect&Intercept	9/3/98	\$1,250,000	\$1,250,000	20 years	4.5%
Weiser	1894-01	Interceptor	1/12/95	<u>\$500,000</u>	<u>\$500,000</u>	20 years	4.5%
Note: "Per IUP" information is from Intended Use Plan Current or Extended List				<u>\$206,822,126</u>	<u>\$226,141,713</u>		

Table 2

Idaho Department of Environmental Quality - State Revolving Fund

Cash Disbursements and Federal Cash Draws- Fiscal Year Ending 6/30/2005

Project Name	LOAN NUMBER	Through FY 2004	FY 2005 TOTAL	PROGRAM TOTAL
Aberdeen	1890-01	\$274,168	\$0	\$274,168
Basalt	1893-04	\$94,875	\$0	\$94,875
Bellevue	1892-02	\$1,150,000	\$0	\$1,150,000
Blackfoot	1892-03	\$835,745	\$0	\$835,745
Boise	1890-04	\$671,879	\$0	\$671,879
Boise	1893-06	\$8,300,000	\$0	\$8,300,000
Boise	1895-01	\$6,421,575	\$0	\$6,421,575
Boise	1895-02	\$5,706,507	\$0	\$5,706,507
Boise	1898-07	\$1,601,263	\$0	\$1,601,263
Boise	1899-06	\$3,036,125	\$4,410,357	\$7,446,482
Burley	1899-08	\$0	\$3,389,968	\$3,389,968
Caldwell	1896-03	\$10,000,000	\$0	\$10,000,000
Coeur d'Alene	1890-03	\$675,141	\$0	\$675,141
Coeur d'Alene	1891-01	\$5,182,452	\$0	\$5,182,452
Coeur d'Alene	1891-04	\$677,420	\$0	\$677,420
Coeur d'Alene	1892-07	\$500,000	\$0	\$500,000
Coeur d'Alene	1892-09	\$911,400	\$0	\$911,400
Coolin Sewer District	1899-02	\$3,596,980	\$789,428	\$4,386,408
Council	1893-03	\$481,398	\$0	\$481,398
Dietrich	1895-05	\$95,582	\$0	\$95,582
Driggs	1896-07	\$1,150,000	\$0	\$1,150,000
Eagle SD	1899-07	\$72,753	\$103,731	\$176,484
Eden	1893-05	\$112,236	\$0	\$112,236
Ellisport Bay	1892-11	\$712,872	\$0	\$712,872
Fremont County	1896-05	\$1,615,000	\$0	\$1,615,000
Fremont County	1899-05	\$866,890	\$15,010	\$881,900
Gooding	1893-01	\$756,497	\$0	\$756,497
Gooding	1895-04	\$500,000	\$0	\$500,000
Granite-Reeder SD	1899-12	\$45,638	\$0	\$45,638
Hailey	1895-06	\$4,500,000	\$0	\$4,500,000
Hayden	1892-04	\$745,328	\$0	\$745,328
Hayden	1895-03	\$470,155	\$0	\$470,155
Helmer	1896-08	\$43,009	\$0	\$43,009
Heyburn	1891-02	\$1,341,512	\$0	\$1,341,512
ID Soil Conserv. Comm.	1899-04	\$1,142,000	\$0	\$1,142,000
Kalispel Bay SD	1896-02	\$1,432,932	\$0	\$1,432,932
Kimberly	1898-05	\$912,033	\$0	\$912,033
Kuna	1894-02	\$279,200	\$0	\$279,200
McCall	1894-04	\$3,140,850	\$0	\$3,140,850
Moscow	1898-03	\$10,000,000	\$0	\$10,000,000
Mountain Home	1899-11	\$0	\$263,614	\$263,614
Murtaugh	1892-06	\$49,077	\$0	\$49,077
North Lake SD	1894-03	\$6,421,354	\$0	\$6,421,354
North Lake SD	1896-04	\$390,518	\$0	\$390,518
North Lake SD	1898-01	\$446,368	\$	\$446,368
North Lake SD	1898-10	\$160,744	\$0	\$160,744
North Lake SD	1899-09	\$3,870,782	\$351,648	\$4,222,430
North Lake SD	1899-10	\$0	\$431,608	\$431,608
North Lake SD	1899-16	\$0	\$1,398,872	\$1,398,872
Outlet Bay	1891-03	\$510,254	\$0	\$510,254
Outlet Bay	1898-06	\$2,960,250	\$0	\$2,960,250
Parma	1896-01	\$565,000	\$0	\$565,000
Payette	1898-04	\$1,163,837	\$0	\$1,163,837
Pocatello	1890-02	\$3,367,506	\$0	\$3,367,506
Pocatello	1897-01	\$5,000,000	\$0	\$5,000,000
Pocatello	1898-09	\$5,850,000	\$0	\$5,850,000
Pocatello	1899-01	\$8,681,719	\$2,243,281	\$10,925,000
Post Falls	1892-01	\$1,399,516	\$0	\$1,399,516
Rexburg	1892-05	\$4,844,847	\$0	\$4,844,847
Rupert	1893-02	\$207,820	\$0	\$207,820
S.Fork Cda River SD (A)	1898-08	\$4,061,642	\$0	\$4,061,642
S.Fork Cda River SD (B)	1898-08	\$824,407	\$0	\$824,407
Spirit Lake	1898-11	\$870,212	\$0	\$870,212
Star SD	1899-13	\$0	\$438,182	\$438,182
Twin Falls	1898-02	\$8,075,000	\$0	\$8,075,000
Victor	1896-06	\$1,250,000	\$0	\$1,250,000
Weiser	1894-01	\$480,183	\$0	\$480,183
Subtotal- Loan Disbursements		\$141,502,451	\$13,835,699	\$155,338,150
Program Administration Draws		\$3,746,878	\$379,849	\$4,126,727
Total Disbursements		\$145,249,329	\$14,215,548	\$159,464,877
Federal Cash Draws		\$102,281,533	\$6,592,777	\$108,874,310
Federal Cash Draws as a % of Disbursements		71%	47%	69%

Table 3
 Department of Environmental Quality - State Revolving Fund
 Binding Commitments - As of 6/30/2005

Project Name	LOAN NUMBER	Through FY 2004	Quarter Ending 9/04	Quarter Ending 12/04	FY 2005		PROGRAM TOTAL	LOAN SIGNED
					Quarter Ending 3/05	Quarter Ending 6/05		
Prior Year Loans		\$218,277,713					\$218,277,713	
Fish Haven Sewer District	1899-17						\$1,400,000	4/25/05
North Lake Sewer District	1899-16		\$2,964,000				\$2,964,000	9/02/04
St. Anthony Administration	1899-15	\$4,090,321	\$3,500,000				\$3,500,000	8/09/04
			\$258,872				\$4,349,193	
Total Binding Commitments		\$222,368,034	\$6,722,872	\$0	\$0	\$1,400,000	\$230,490,906	
Prior Year Federal Payments		\$96,058,415	\$258,712	\$6,209,088	\$0	\$0	\$102,526,215	
Binding Commitment Required (120% of Federal Payment)		\$115,270,094	\$310,454	\$7,450,906	\$0	\$0	\$123,031,458	
Binding Commitments as a % of Binding Commitment Requirement		193%	198%	186%	186%	187%	188%	

LIST OF FUNDABLE PROJECTS

<u>PROJECT</u>	Priority List <u>Number</u>	<u>LOAN AMOUNT</u>	BINDING COMMITMENT <u>DATE</u>
Administration		\$258,872	9/04
Greenleaf, City of	1	700,000	3/05
Fish Haven Sewer Dist	2	2,000,000	9/04
Southside Sewer Dist*	3	900,000	3/05
St. Anthony, City of	4	3,500,000	3/05
Shelley, City of*	5	1,300,000	7/04
Moscow, City of*	6	3,000,000	9/04
Rupert, City of#	7	12,200,000	7/04
Filer, City of	8	3,146,800	12/04
Jerome, City of#	9	<u>1,510,903</u>	7/04
TOTAL		\$28,516,575	

*Projects carried forward from prior year

#Loan applications for these projects have been received

FY 2005 STATE WASTEWATER LOAN PRIORITY LIST

WW LOAN

Rank	Project	FY 2005 Rating	Regional Office	DEQ Est. Loan Amt.	Needs Cat.	Project Description	Step	Discharge Permit #	BOD	SS
1	Green Leaf	150	BRO	700,000	I,IVA,B	New Secondary	4	No discharge		
2	Fish Haven Recreational Sewer District	146	PRO	2,000,000	I	Upgrade existing wastewater treatment facility.	4	No discharge		
3	Southside Water and Sewer District	130	CRO	900,000	I,II	Add seasonal (Summer) discharge to the Pend Orielle River.	4	No Discharge		
4	City of St. Anthony	130	IFRO	3,500,000	I, IIIB	Upgrade Existing collection and Treatment System.	4	ID0020401	45	70
5	Shelley	129	PRO	1,300,000	I,IVA,IVB	Construct regional wastewater treatment facility.	4	ID0020133	45	70
6	City of Moscow	121	LRO	3,000,000	I	Construct an effluent filtration system.	4	ID0021491	30	30
7	City of Rupert	115	TFRO	12,200,000	I,IIIA	Replace an existing lagoon system with a mechanical facility and correct I/I problems in the collection system.	4	No Discharge		
8	City of Filer	104	TFRO	3,146,800	I,IIIB	Upgrade collection, install comminutor at the headworks, upgrade the aeration in cells #1 and #2, remove sludge from cells #1 and #2, install flow monitoring, address BOD and TSS limits, perform seepage testing in lagoons.	4	ID0020061	30	70
9	City of Jerome	99	TFRO	3,900,000	II	Treatment upgrade, install membrane technology.	4	ID002016	30	30
10	North Lake Recreational Sewer and Water District. Tamarack Phase II	93	BRO	1,450,000	I,IVA	Install sewers in Tamarack - Phase II.	4	No Discharge		
11	North Lake Recreational Sewer and Water District.	91	BRO	1,000,000	I	Wastewater Treatment Plant Expansion.	4	No discharge		
12	North Lake Recreational Sewer and Water District. ATTACHMENT E	91	BRO	700,000	IVA	Install Sewers in Smiling Julie and Westwood Subdivisions.	4	No discharge		
13	North Lake Recreational Sewer and Water District	91	BRO	1,362,000	IVA	Install Sewers in Royal Scott Subdivision.	4	No discharge		

14	City of Meridian	89	BRO	13,410,000	I	Construct Phase I WWTP improvements: one new 80-foot diameter primary clarifier, one new aeration basin and upgrade two existing basins, one new 100-foot diameter secondary clarifier, new secondary pump station, tertiary filter addition, one new 65-foot diameter mesophilic anaerobic digester with new digester building for biosolids stabilization., new sludge dryer, and other miscellaneous improvement.	4	ID0020192	20	30
15	City of Ketchum	89	TFRO	7,440,000	I	Upgrade electrical and instrumentation at existing plant, add ultraviolet disinfection, add an aeration basin, and add filters to help the plant meet TSS limit.	4	ID0020281	30	30
16	North Lake Recreational Sewer and Water District	86	BRO	400,000	IVA	Install sewers in the SISCRA Recreational Vehicle Park.	4	No discharge		
17	Stanley Sewer Assoc.	86	IFRO	230,000	IVA	Rehabilitate existing sewers, manholes, and lift stations.	4	No discharge		
18	City of Hazelton	86	TFRO	2,000,000	I,IIIB	Replace and rehabilitate sewer lines, realign sewer lines, install additional sewer lines, upgrade lift stations, upgrade headworks, and expand lagoons and land application site.	4	No discharge		
19	City of Hailey	79	TFRO	600,000	IIIB	Repair collection system.	4	ID0020303	30	30
20	City of Lapwai	74	LRO	5,000,000	I,IVB	Construct a new wastewater treatment plant and transmission lines.	4	No discharge		
21	City of Ashton	71	IFRO	1,000,000	I, IIIB	Replace collection lines and upgrade treatment and land application.	4	ID0023710	30	30
22	Bear Lake West Homeowners	70	POC	125,000	IVB	Install additional sewers on Bear Lake West HOA properties.	4	No discharge		
23	City of Spirit Lake	66	CRO	600,000	I	Install septage receiving facilities, add one more fine screen, rehabilitate cell 1 and add aeration to cells 3 and 4.	4	No discharge		
24	City of Driggs	56	IFRO	1,000,000	I	Upgrade Existing collection and Treatment System. Improve disinfection.	4	ID0020141	45	70

***Needs Category**

- | | | | | | | | |
|----|---------------------|------|--------------------------------|-----|------------------------|----|--------------------------|
| I | Secondary Treatment | III | Infiltration/Inflow Correction | IVA | New Collector Sewers | V | Combined Sewer Overflows |
| II | Advanced Treatment | IIIB | Replacement/Rehabilitation | IVB | New Interceptor Sewers | VI | Storm Sewer |

WARNING: USE OF THIS LIST AS A MAILING LIST OR AS A TELEPHONE NUMBER LIST IS PROHIBITED BY IDAHO CODE SECTION 9-348 AND IS PUNISHABLE BY A CIVIL PENALTY OF UP TO 1,000.