



CLEAN WATER STATE REVOLVING FUND STATE FISCAL YEAR ANNUAL REPORT

July 1, 2022-June 30, 2023



Village of Angel Fire CWSRF 107 Wastewater treatment plant improvements.

20 23

New Mexico Environment Department
Water Protection Division
Construction Programs Bureau
1190 St. Francis Drive Rm. S2072
P.O. Box 5469
Santa Fe, New Mexico 87502
NMENV-cpbinfo@state.nm.us
EPA Region 6

TABLE OF CONTENTS

Contents

I.	INTRODUCTION.....	3
II.	PROGRAMMATIC DISCUSSION.....	3
A.	Financial Highlights for State Fiscal Year 2023.	3
B.	Fund 12100 – The Loan Fund.....	4
C.	Factors Affecting the Fund.....	5
D.	Interest Rate Structure.....	5
E.	Activities of the Program.....	5
F.	Cash Flow Model	7
III.	GOALS, OBJECTIVES, AND ACCOMPLISHMENTS.	8
A.	Long-term Goals for State Fiscal Year 2023.	8
B.	Short-term Goals for State Fiscal Year 2023.....	11
IV.	FUND ADMINISTRATION AND OPERATIONS.....	15
A.	Sources and Uses of Funds.	15
B.	Administrative Portion.....	15
C.	CWSRF Administrative Fund Activity.....	16
D.	Assistance Activity.....	17
E.	Criteria and Method Established for Distribution of Funds (Title VI).....	18
F.	Environmental Reviews.....	19
G.	American Iron and Steel (AIS)	19
H.	Davis-Bacon.	19
I.	Generally Accepted Accounting Principles (GAAP).....	20
J.	Use of Funds.....	20
K.	Expanded Eligibilities and Borrowers.....	20
L.	Loan Terms Up to 30 Years.....	20
M.	Fiscal Sustainability Plans (FSP).....	20
N.	Administrative Costs.....	20
O.	Definition of 212 Projects.....	21
P.	Water Quality Protection.....	21
Q.	Build America Buy America.....	24
R.	Provisions of the Operating Agreement	24
V.	SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES.....	29

VI. ACCRUED INTEREST RECEIVABLE ON CONSTRUCTION LOANS.....	29
VII. DISCUSSION OF ADMINISTRATIVE REIMBURSEMENT PROCESS.....	29
VIII. FINANCIAL INDICATORS.....	30
IX. CONCLUSION..	30

Figures

1. New Mexico CWSRF Increase in Fund 12100 Net Position.....	4
2. CWSRF Funds Disbursed.....	6
3. CWSRF Funds Disbursed by Source.....	7
4. New Mexico CWSRF Cash Flow Projection.....	8
5. New Mexico Clean Water Admin Fund 32700.....	17
6. CWSRF New Loan/Subsidy Agreements Signed per State Fiscal Year.....	18

Tables

1. Project and Federal Award Identification.....	12
2. Sources and Uses.....	15

Attachments

1. Capitalization Grants and Binding Commitments
2. NMED CWSRF SFY 2023 Draft Financial Statements
3. Executed Agreements with Subsidy and GPR
4. Loans in Progress
5. Loan Balances
6. Net Assistance Provided

ANNUAL REPORT

CLEAN WATER STATE REVOLVING FUND PROGRAM

I. INTRODUCTION

The Federal Water Pollution Control Act, more commonly called the Clean Water Act (CWA), was enacted by Federal Legislation in 1972. The amended Clean Water Act of 1987 created the Clean Water State Revolving Fund (CWSRF). The State of New Mexico CWSRF Program (Program) was established in 1986 pursuant to the New Mexico Wastewater Facility Construction Loan Act, Section 74-6A-1 et seq, and amended by the New Mexico Statutes Annotated (NMSA) 1978.

The Program provides eligible borrowers in New Mexico with low-cost financial assistance for the construction of wastewater facilities or other eligible water quality projects. The loan program is maintained into perpetuity by adding repayment principal, interest, and investment interest to the fund. The Program has provided over \$535 million in funding for water quality protection to date (Attachment 1).

The State of New Mexico hereby submits the CWSRF Annual Report for state fiscal year (SFY) 2023. This report addresses how New Mexico worked toward the goals and objectives of the CWSRF Program identified in the approved SFY 2023 Intended Use Plan (IUP). This report describes the actual uses of CWSRF funds and the financial position of the Program.

II. PROGRAMMATIC DISCUSSION

The following sections report the financial activities and other elements impacting the CWSRF during SFY 2023.

A. Financial Highlights for State Fiscal Year 2023

- As of the close of State Fiscal Year (SFY) 2023, the NM CWSRF reports a total net position of \$383,393,366 an increase of \$16,835,214 for CWSRF Fund 12100 and CWSRF Admin Fund 32700 combined, or 4.59% annual growth. This growth rate is higher than in previous years due to increased

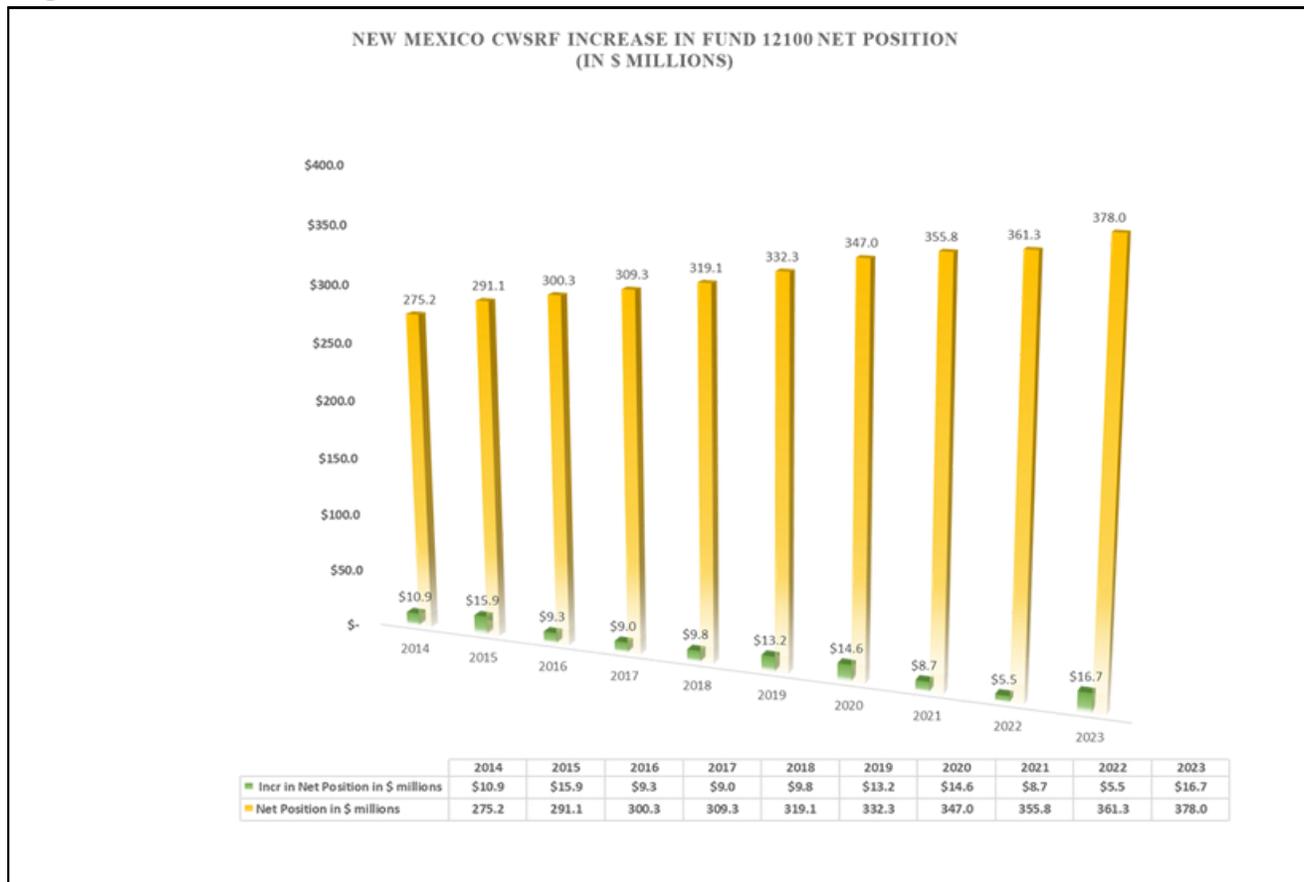
federal funding, an extraordinarily low lending interest rate, and more aggressive marketing. (Attachment 2)

- The NM CWSRF was awarded two capitalization grants during SFY2023, the Bipartisan Infrastructure Law General Supplemental-1(BIL GS-1) for \$8,738,000, and the CWSRF Base Grant (Base) for \$5,681,000. (Attachment 1)
- The NM CWSRF collected \$12,828,523 in loan repayment principal, \$1,236,207 in loan repayment interest, and \$1,156,458 in administrative loan fees. Total principal, interest, and administrative fees received were \$15,221,188. (Attachment 2)
- The NM CWSRF earned \$3,887,902 in interest income on overnight funds deposited at the State Treasurer’s Office for Fund 12100 and Fund 32700 combined. (Attachment 2)
- Fund 12100 disbursed \$27,399,762 for projects in SFY 2023. (Attachment 2)
- Fund 12100 incurred administrative expenses of \$690,000; Fund 32700 incurred administrative expenses of \$1,100,000. (Attachment 2)

B. Fund 12100 – The Loan Fund

The loan fund 12100 statement of net position shows that the fund grew by \$16,812,210 million during SFY 2023. The chart represented in Figure 1 represents the cumulative growth of the fund.

Figure 1



C. Factors Affecting the Fund

Multiple factors impact the performance of the Fund including competing programs, additional subsidization, investment earnings and the Bipartisan Infrastructure Law (BIL).

The Program competes with and complements the Capital Outlay Special Appropriation Program (CO SAP) and the Rural Infrastructure Revolving Loan Program (RIP). CO SAP provides communities with 100% grant funding via legislative Capital Outlay appropriations. In 2022 the legislature awarded Capital Outlay appropriations that included 35 wastewater or stormwater projects totaling \$11.4 million. The grants for these projects were executed at the beginning of SFY 2023. The RIP program provides loan and grant funding to rural communities. This program has an open application cycle and quick loan execution but has population restrictions and a maximum loan amount of two million dollars per year. The RIP program did not fund any new wastewater projects in SFY 2023. CO SAP and RIP provide some opportunities for co-funding with the CWSRF, these are reviewed regularly during team meetings.

As amended by the BIL, the CWA mandates that 10% but no more than 30% of the federal base capitalization grant be provided as additional subsidy. Congress also authorized an additional 10% of the federal award to be used as additional subsidization, not subject to CWA provisions. The BIL GS-1, awarded in FFY2022 (4C-02F14801-0), mandated 49% of the allotment, \$4,281,620, be awarded as additional subsidization, subject to CWA provisions. The full amount has been awarded and agreements executed. For the FFY2022 CWSRF Base allotment (CS-35000-22-0), the total additional subsidization that could be provided was \$2,272,400. As of 06/30/2023, all FFY2022 Base additional subsidization had been awarded, but one project has not been fully executed. (Attachment 3)

D. Interest Rate Structure

For the state fiscal year ending June 30, 2023, the NM CWSRF had three interest rates: 2.375% for private entities, 0.01% for public entities that do not qualify for 0% and for state agencies, and 0% for public entities with a PCI less than three-quarters of the statewide PCI and the average sewer user rate greater than 1.82% of the PCI.

E. Activities of the Program

As of June 30, 2023, the Program had 36 projects in process. The Program drew down all the FFY2022 CWSRF Base Allotment and all of the FFY2022 BIL GS-1 allotment. Consistent with long-standing EPA State Revolving Fund (SRF) practice, New Mexico

“cuts the tie” between grant dollars and actual dollars and disburses funds from grants with universal eligibilities. This also allows New Mexico to follow first-in-first-out (FIFO) best practices. The NM CWSRF disbursed a total of \$27,399,762. (Figure 2) in SFY 2023. (Figure 2 and 3)



City of Roswell CWSRF 097 Wastewater Treatment Plant Sludge Dewatering Facility.

Figure 2

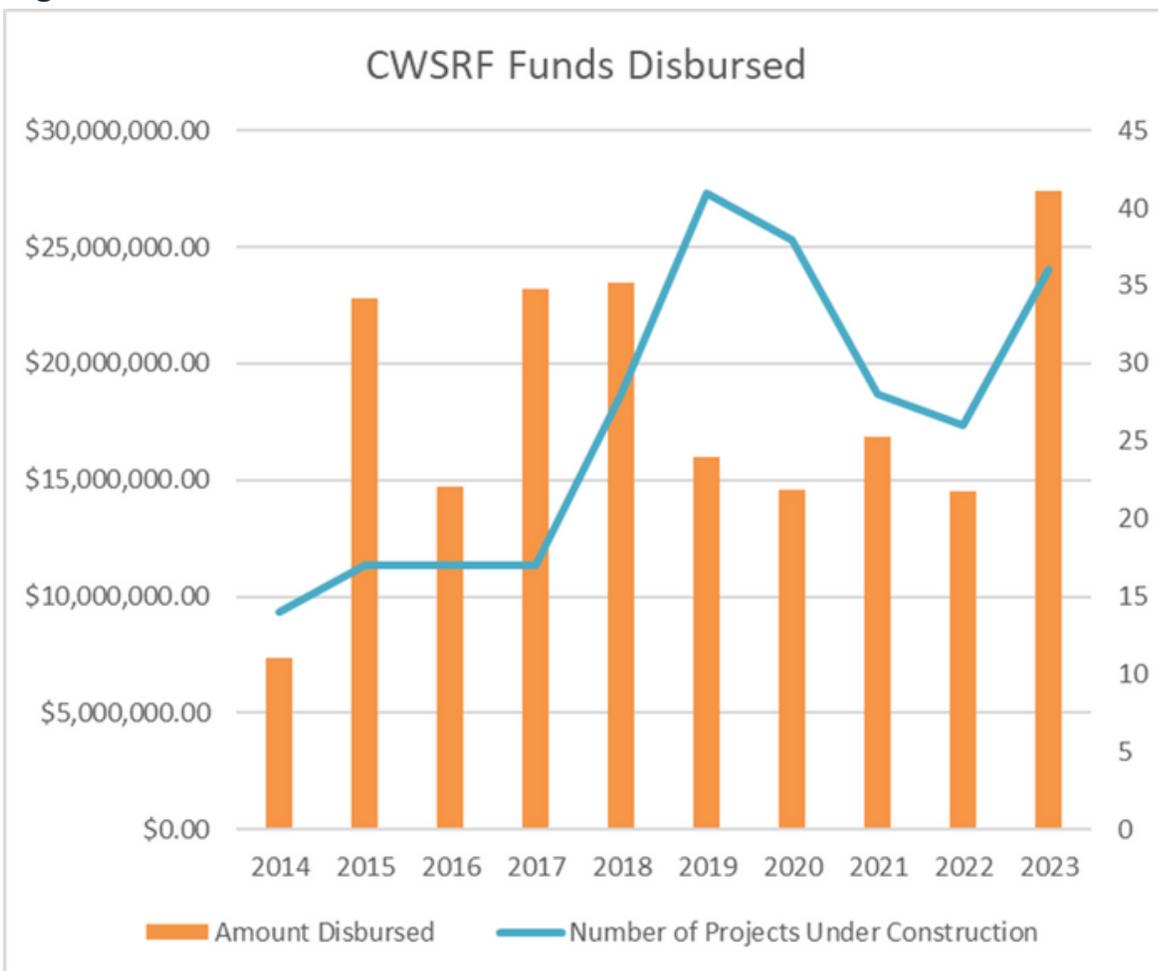
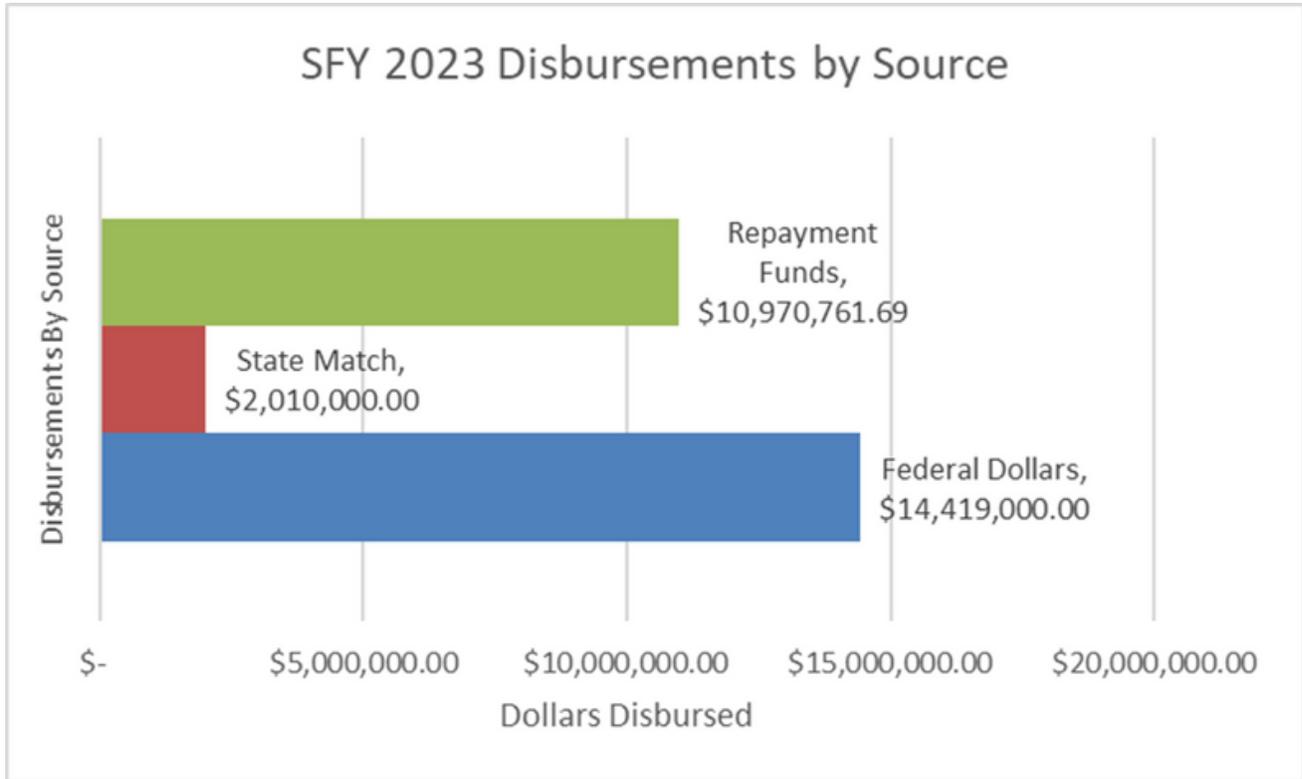


Figure 3



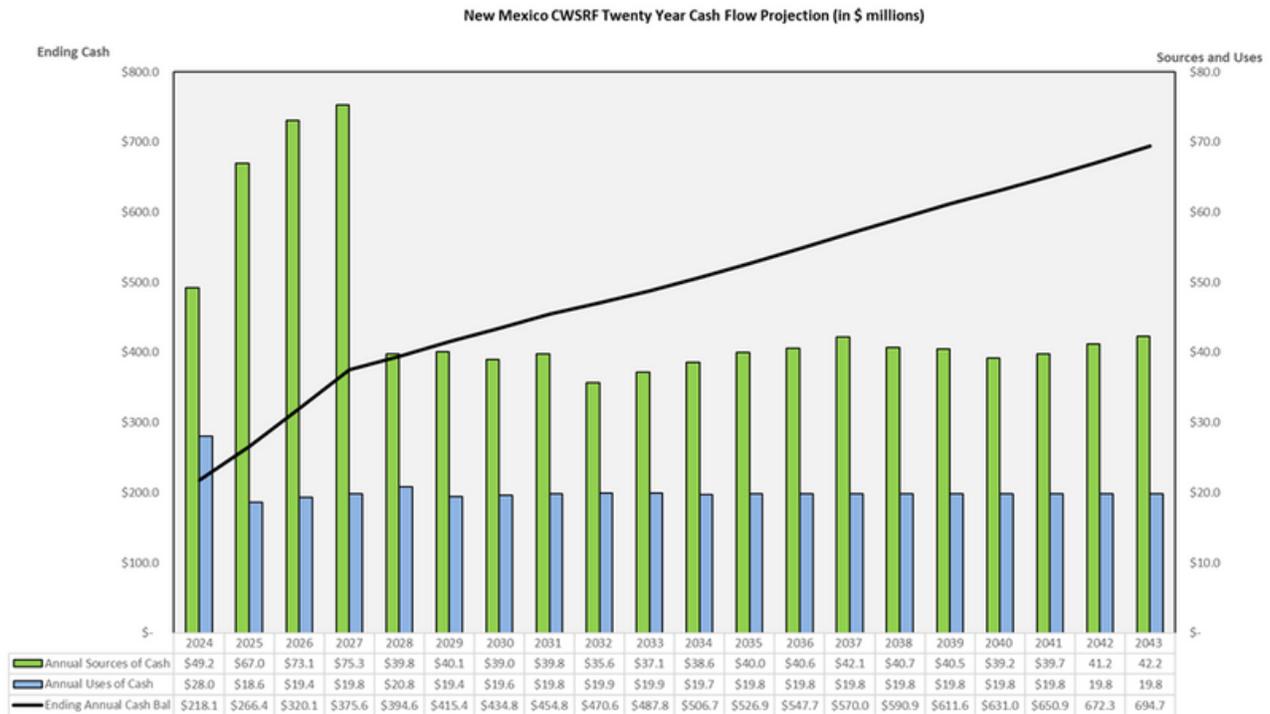
F. Cash Flow Model

A cash flow model is used as a management tool for the Program by tracking cash reserves after adjusting revenues and expenses. The twenty year and thereafter cash flow model is reviewed and updated annually to reflect economic and programmatic changes.

The cash flow model chart presented (Figure 4) demonstrates that the CWSRF has the funds to support projected projects, and to increase funding where possible through enhanced outreach, expanded eligibilities and other funding opportunities. The projected cash flow shows the CWSRF can continue to effectively execute loans for environmentally important projects needed in New Mexico.

Annual sources of cash include loan repayments for principal, and repayment interest and overnight interest on investments. Annual uses of cash include loan and subsidy disbursements and administrative expenses.

Figure 4



III. GOALS, OBJECTIVES, AND ACCOMPLISHMENTS

The Intended Use Plan for the SFY 2023 listed specific goals, objectives, and accomplishments; the following is a summary of our efforts.

A. Long-term Goals for State Fiscal Year 2023

1. Provide local authorities, state agencies, interstate agencies and other qualified borrowers in New Mexico with low-cost financial assistance for the construction of wastewater facilities or other eligible water quality projects by maintaining a self-sustaining Clean Water State Revolving Fund (CWSRF).

This is an on-going goal for the Program. Low interest rates and full utilization of additional subsidization allow the Program to offer New Mexico entities affordable financing. In SFY2023, New Mexico lowered the borrowing interest rate to 0.01% for all public entities that do not qualify for 0%.

This allowed the NM CWSRF to provide more low-cost financial assistance and to work with entities that have not previously borrowed from the NM CWSRF. (City of Las Cruces, Village of Milan, Town of Bernalillo, Luna County, Town of Clayton, Camino Real Regional Utility Authority).

2. Maintain the CWSRF in perpetuity by adding repayment and investment interest to the Fund.

The State tracks fund balances that include interest revenue, principal repayments, and investment activity with the intent of maintaining the Fund in perpetuity. Annual increases in net position, no loans in default, a growing loan portfolio, and low expenses help to achieve this goal (Attachment 2).

At the end of SFY 2023, there were 71 loans in repayment (Attachment 5). Loan repayments help provide funds that ensure a robust NM CWSRF program in perpetuity.

Cash balances are in US Treasury Bonds invested by the New Mexico State Treasurer's Office (NM STO). In SFY2023 US Treasury Bonds rebounded after unprecedented lows the previous two years and contributed to the growth of the fund.

3. Maintain the fiscal integrity of the CWSRF. Encourage green projects by providing funding opportunities for eligible projects that support energy efficiency, water efficiency, green infrastructure, and environmental innovation.

The NMED CWSRF is committed to transparency and accountability. In SFY 2023, the New Mexico Environment Department (NMED) contracted with CliftonLarsonAllen LLP (CLA) to conduct the SFY 2023 audit. CLA provides performance recommendations, a formal opinion on the CWSRF's financial statements, and guidance on conformance to Generally Accepted Accounting Principles and federal guidelines. The SFY 2023 draft financial statements (Attachment 2) for the CWSRF have been completed. The final CWSRF audit will be issued when the NMED audit is completed and will then be forwarded to the EPA. In SFY2023, the NM CWSRF executed two completely green assistance agreements, the City of Santa Rosa and the Village of Ruidoso, to install solar power at the wastewater treatment plants. These projects are considered energy efficiency projects under EPA's green project reserve guidelines.



Village of Chama CWSRF 066 Wastewater Treatment Plant Closure.

4. Make funding available to potential borrowers who meet the criteria of one of the twelve CWSRF eligibilities found in Section 603(c) of the CWA as amended and as it applies to New Mexico.

NMED continued to expand outreach activities in SFY 2023 funding:

- 9 Centralized wastewater treatment projects
- 5 Planning and assessment projects
- 2 Energy conservation projects
- 1 Water reuse project

The NMED CWSRF continued utilizing the following outreach:

- Creating and maintaining a web page with links to pertinent documents.
- Utilizing an email platform to announce funding opportunities to the Program's email list.
- Customizing the email solicitations for the intended recipient list. Examples include:
 - Wastewater Treatment contacts.
 - Stormwater project contacts.
 - Petroleum Storage Tank replacement contacts
 - Solid Waste project contacts.
- Placing legal notices in newspapers statewide announcing application cycle.
- Creating an open year-round application cycle.
- Attending conferences with potential borrowers to market the program.

The NMED CWSRF also participated in the New Mexico Infrastructure Conference, the Local Government Division Conference, and the New Mexico Municipal League Conference. Additionally, NMED CWSRF is working with Northbridge Environmental to find ways to increase the use of the Fund and will add a full-time marketing position in SFY2024.

5. Incorporate the BIL funding into the existing program.

BIL funding was available in SFY 2023 through the first BIL General Supplemental federal award. The NM CWSRF awarded 100% of the federal allotment.

6. Provide available additional subsidy to eligible entities with an emphasis on those entities that meet the affordability criteria.

The NM CWSRF awarded \$4,281,620 in additional subsidy from the first BIL General Supplemental federal award. All of the recipients were eligible pursuant to the affordability criteria.

The NM CWSRF also awarded \$2,272,400 in additional subsidy from the FFY2022 Base Capitalization Grant federal award; all awardees were eligible per the affordability criteria. Additional subsidization for both federal grants was awarded in SFY2023, but not all agreements were fully executed by the end of the state fiscal year, 06/30/2023.

To award additional subsidization, the NM CWSRF determines the amount of loan an applicant can afford, if any, and then works with the additional subsidization available to craft a project that is affordable for the community. These offers may include rate increase requirements as well, to ensure the applicant is set up for future success.

7. Pursue funding scenarios as afforded by state statute to fully maximize lending opportunities.

NMED continues to pursue all funding opportunities including those opportunities made possible through 2017 and 2018 legislative changes.

B. Short-term Goals for State Fiscal Year 2023

1. Completion of the annual audit, the intended use plan, and the annual report in a timely manner. CWA Sec. 606 (b, c, d).

The NMED draft SFY 2023 IUP was submitted to the EPA on July 7, 2022.

This goal will be met with the submission of this report and the SFY 2023 audit.

2. Apply for available federal allotments as follows:

- a. BIL Supplemental FFY2022 no later than June 30, 2022.
- b. CWSRF Base capitalization grant no later than 09/30/2022.
- c. BIL Emerging Contaminants March or April 2023.

The NM CWSRF applied for the BIL Supplement FFY2022 allotment on May 18, 2022; the CWSRF Base capitalization grant on October 14, 2022, and the Emerging Contaminant allotment on April 12, 2023.

The CWSRF Base grant application was submitted two weeks later than anticipated, but the goals were essentially met.

3. Identify applicants that meet the state’s affordability criteria.

The NM CWSRF identified applicants that met the affordability criteria and awarded subsidy. (Attachment 3)

This goal was met.

4. Identify recipients from the SFY 2023 project priority list (PPL) to receive funding from the Federal Fiscal Year (FFY) 2022 Allotments. Including additional subsidization from all current funding sources.

Table 1

	FFY2022 Base	Loan	Subsidy
Ruidoso Stormwater	\$ 100,000.00	\$ 100,000.00	\$ -
CRRUA	\$ 1,727,600.00	\$ 1,727,600.00	
Socorro 130	\$ 1,500,000.00	\$ 1,500,000.00	
Cloudcroft	\$ 95,160.00		\$ 95,160.00
Las Cruces	\$ 227,240.00		\$ 227,240.00
Socorro 129	\$ 2,031,000.00	\$ 81,000.00	\$ 1,950,000.00
Total	\$ 5,681,000.00	\$ 3,408,600.00	\$ 2,272,400.00
	FFY2022 BIL GS-1	Loan	Subsidy
Cimarron Planning/Lanc	\$ 260,000.00	\$ -	\$ 260,000.00
Clayton Planning	\$ 200,000.00	\$ -	\$ 200,000.00
Milan Planning	\$ 900,000.00	\$ -	\$ 900,000.00
Jemez Springs Planning	\$ 50,000.00		\$ 50,000.00
Corrales-Watershed Prc	\$ 75,000.00	\$ -	\$ 75,000.00
Corrales-Collection Plan	\$ 75,000.00	\$ -	\$ 75,000.00
Ruidoso Stormwater pl:	\$ 250,000.00		\$ 250,000.00
Fort Sumner Constructi	\$ 1,630,000.00	\$ 50,000.00	\$ 1,580,000.00
Bernalillo-design	\$ 1,500,000.00	\$ 858,380.00	\$ 641,620.00
Luna County Constructi	\$ 1,600,000.00	\$ 1,400,000.00	\$ 200,000.00
Santa Rosa Constructio	\$ 1,500,000.00	\$ 1,500,000.00	\$ -
Ruidoso Construction -S	\$ 648,000.00	\$ 648,000.00	\$ -
Socorro 129	\$ 50,000.00		\$ 50,000.00
	\$ 8,738,000.00	\$ 4,456,380.00	\$ 4,281,620.00

This goal was met.

5. Utilize the 2% technical assistance authorized by the BIL across all capitalization grants.

The NM CWSRF is still in the process of executing a Memorandum of Understanding with the University of New Mexico Environmental Finance Center to provide technical assistance to CWSRF borrowers.

The goal was not met.

6. Identify green projects for SFY 2022 equal to 10% of awarded FFY 2022 Federal Awards.

The NM CWSRF awarded \$1,647,275 in Green Project Reserve from the FFY2022 Base Capitalization Grant to the City of Santa Rosa. \$1,500,000 is for solar installation at the City's wastewater treatment plant, and \$147,275 was additional funding for the water meter water conservation project. The NM CWSRF also awarded \$4,875,556 in Green Project Reserve from the FFY2022 BIL GS-1 award to the Village of Ruidoso for solar installation at the Village's wastewater treatment plant. (Attachment 3). The 10% goals were \$5681,000 and \$873,800 respectively.

This goal was met.

7. Complete the environmental benefits in the Clean Water Benefits Reporting System (CBR) quarterly.

The Environmental Benefits were entered in the CBR database by the end of the quarter for each loan agreement signed.

This goal was met.

8. Maintain or improve the State's average of financial indicators that are reported and compiled in the National Information Management System (NIMS).

The NM CWSRF continues to work on improving financial indicators. The Return on Investment is below the national average but increased over last years (from 171% to 182%), executed loans as a percentage of funds available decreased by 3% and is well below the national average, but disbursements as a percentage of executed loans increased by 4% and is at the national average. Additionally, our ratio of undisbursed funds decreased to 9.5 years, but is well below the national average of 4.4 years.

This goal was partially met.

9. Pursue non-traditional financing options.

The NM CWSRF continues to pursue non-traditional financing options but with the additional BIL funding focused more on traditional in SFY2023.

This goal was not met.

10. Execute binding commitments as required by each grant; the BIL General Supplemental requires 110% of the grant and the CWSRF Base requires 120%. NMED CPB accepts applications year-round and updates the Project Priority List quarterly.

Binding commitments are required within one year of the federal award (payment). The BIL General Supplemental award required binding commitments of \$9,611,800 no later than August 14, 2023; the commitments were achieved in April of 2023. The Base award commitments are required no later than March 14, 2024; as of 06/30/2023, the NM CWSRF had secured binding commitments of \$2,347,061. The NM CWSRF secured the additional binding commitments needed for this award on July 5, 2023. (Attachment 1)

The NM CWSRF refinanced several projects and is still in the process of restructuring another. These actions represent movement in assistance agreement tracking that is not truly representative of binding commitments.(Attachment 6).

This goal was fully met for the BIL award and will be fully met for the Base award.



Los Alamos CWSRF 110 Bipartisan Infrastructure Law Signage

IV. FUND ADMINISTRATION AND OPERATIONS

A. Sources and Uses of Funds

Table 2

Sources and Uses SFY 2023 as of June 30, 2023	
Projected Beginning Cash Balance July 1, 2022	\$182,500,035
Projected Sources during SFY 2024:	
FFY 2022 Base Allotment	\$5,681,000
FFY 2022 Base Allotment State Match	\$1,136,200
FFY 2022 BIL General Supplemental Allotment	\$8,738,000
FFY 2022 BIL General Supplemental State Match	\$873,800
SFY 2023 Repayment Principal and Interest	\$14,064,730
SFY 2023 Interest on Investments-Projected	\$3,774,540
SFY 2023 State Overmatch	\$490,000
Total Sources	\$216,768,305
Projected Uses	
Admin Expense 06.30.2023 before adjustments	\$690,000
Actual Disbursements for SFY 2023	\$27,366,762
Balance to be disbursed for active projects	\$66,340,107
Balance for projects that have accepted offers	\$29,814,093
Balance for projects with offers pending	\$25,000,000
Balance for future projects	\$67,557,343
Total Projected Uses	\$216,768,305

B. Administrative Portion

In SFY 2023 NMED chose to use 1/5 percent of the valuation of the CWSRF fund (fund 12100) for the costs of administering the fund. As of June 30, 2021, the audited valuation (Total Net Position) of the CWSRF fund was \$347,068,589 allowing NMED to budget \$694,167 for administrative uses. The NM CWSRF expended \$564,977 from the Fund for administration.

C. CWSRF Administrative Fund Activity

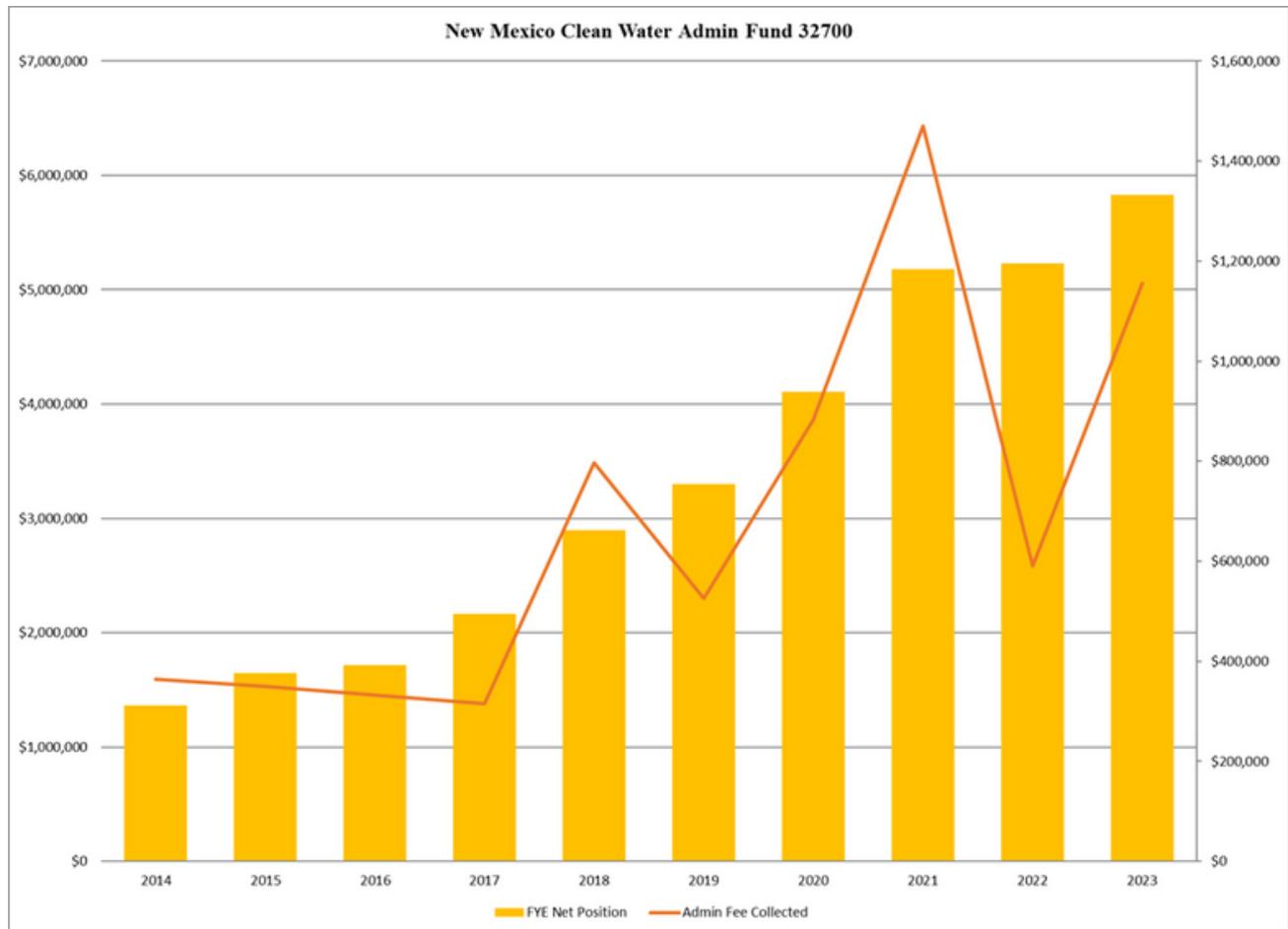
The purpose of the Administrative Fund (fund 32700) is to support the administration of the Program so that it will function into perpetuity. Fund 32700 is used solely for the NM CWSRF program. At the beginning of SFY 2023, the cash balance of fund 32700 was \$5,013,864. The increase is due to administrative fees and overnight interest collected. The operating expenses charged to Fund 32700 include payroll, travel, computers, and other office expenses.

In SFY 2023, Fund 32700 had the following activity:

Description	Amount
Cash Balance beginning of SFY 2023	\$5,013,864
Investment interest from the State Treasurer’s Office earned in SFY 2023	\$113,362
Loan Administrative Fees collected SFY 2023	\$1,156,458
Program operating expenses charged to Fund 32700 in SFY 2023	(\$1,100,000)
Cash Balance end of SFY 2023	\$5,183,684

Figure 5 shows the FYE 2023 fund balance, and the annual amount of fees collected and deposited in Fund 32700 from SFY 2014 through 2023.

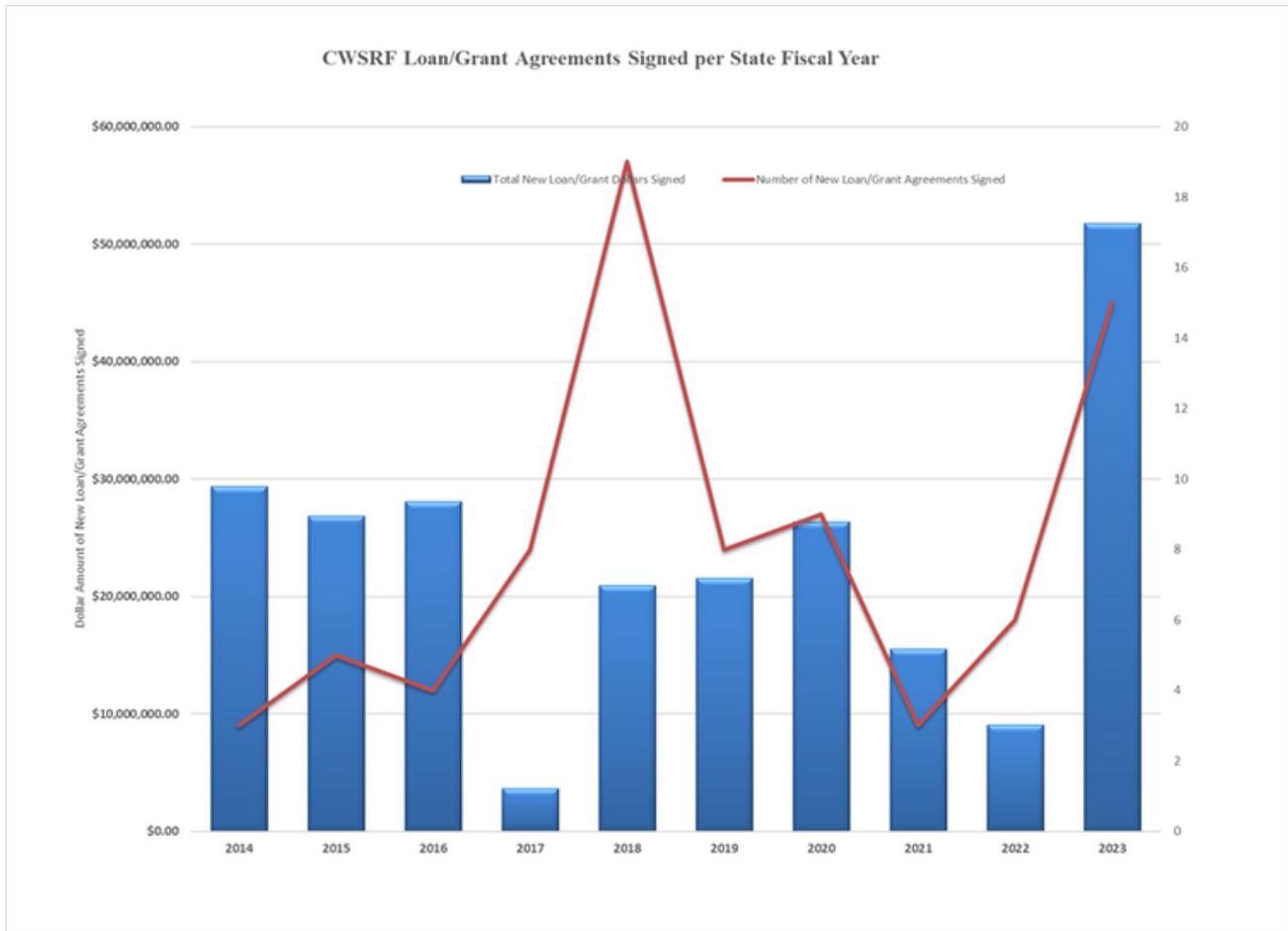
Figure 5



D. Assistance Activity

The NM CWSRF signed 15 new loan/grant agreements in SFY 2023 totaling \$51,764,155 and amended 1 existing agreement for an additional \$147,275. Attachment 3). In addition, two loans were restructured to take advantage of the 0.01% interest rate, Los Alamos County, and the Village of Angel Fire. Three loans expended less the on the interim agreements, the Town of Taos, the Village of Los Lunas, and El Valle de Los Ranchos Water and Sanitation District. The City of Gallup reduced their current loan and intends to sign a new agreement at 0.01% when the design phase is completed (Attachment 6).

Figure 6



E. Criteria and Method Established for Distribution of Funds (Title VI)

Pursuant to the Loan Act, the Water Quality Control Commission (WQCC) adopted regulations defining eligibility requirements for financial assistance, application procedures, priority ranking system and administration of the loan program and fund. The current priority ranking system was adopted by the WQCC on September 8, 2020.

The CWSRF staff and NMED ground water and surface water staff evaluated and ranked all SFY 2023 applications.

Public notice of the Projects Priority List (PPL) was provided through publication in independent newspapers statewide, the NMED website, and Granicus, a cloud-based email platform. NMED accepted public comments regarding the SFY 2023 Intended Use Plan (IUP) and associated PPL from June 5th through June 18th, 2022; no comments were received.

A project must be on the current New Mexico state fiscal year PPL to receive a loan. It is the policy of NMED to make loans to entities in order of priority on the current fiscal year priority list to the

extent reasonable considering the following:

1. Willingness of the entity to accept a loan.
2. Financial capability of the entity to service the loan.
3. The ability of the community to operate and maintain the proposed project; and,
4. Readiness to proceed.
5. Ability to meet 33 USC §CWA, Affordability Criteria

The New Mexico CWSRF reserves to the right to provide funding for projects which require immediate attention to protect public health on an emergency basis as declared by the Cabinet Secretary of the New Mexico Environment Department or by the Office of the Governor.

F. Environmental Reviews

In compliance with the CWSRF requirements, the Program conducted environmental reviews for all the projects that required such a review and will continue to do so in the future. NMED followed the State Environmental Review Process (SERP) approved by the EPA and applied the National Environmental Policy Act (NEPA) to all required CWSRF projects.

G. American Iron and Steel (AIS)

In accordance with Section 608 of the Federal Water Pollution Control Act (FWPCA), effective June 10, 2014, construction, alteration, maintenance, and repair of treatment works requires the use of American-made iron and steel products. There were seven new projects in SFY 2023 requiring compliance with AIS: The Village of Angel Fire, Los Alamos county, the City of Santa Rosa, the Village of Ruidoso, Luna County, and Camino Real Regional Utility Authority. Communities agree to the AIS requirements via the execution of their Interim Loan Agreements and through the Supplemental Conditions Form AIS CWSRF 314, unless they can provide a waiver from EPA, or NMED determines that the AIS requirement is not applicable to the project. Project Managers review AIS compliance materials certifications during project inspections and use an AIS specific checklist while on site.

H. Davis-Bacon

NMED ensures Davis-Bacon compliance by requiring Borrower's for treatment works projects, via execution of an Interim Loan Agreement, to follow Davis Bacon. NMED provides Borrowers with the specific EPA Davis-Bacon contract language for use in bid specifications and/or contracts and confirms that the correct wage determinations are included in the bid specifications and/or construction contracts.

NMED's Borrowers agree to follow Davis Bacon by:

1. Executing an Interim Loan Agreement.
2. Executing a Certification of Compliance (Form XP-315); and,
3. Executing a Contractor Statement of Compliance with Labor Standards (Form XP-214) with each applicable disbursement request.

I. Generally Accepted Accounting Principles (GAAP)

NMED requires Borrowers, via the Interim Loan Agreement to maintain project accounts per GAAP as issued by the Government Accounting Standards Board. This requirement also requires Borrowers to use standards relating to the reporting of infrastructure assets.

J. Use of Funds

This provision requires States to manage the CWSRF in such a way that the funds will be available into perpetuity for activities under the FWPCA. NMED has achieved compliance with this provision through investing the CWSRF funds with the New Mexico State Treasurer's Office. The primary objectives are safety of the fund, maximizing return on the fund, and maintaining liquidity of the fund.

K. Expanded Eligibilities and Borrowers

The NM CWSRF continues to pursue non-traditional borrowers. In SY2023, however, due to the increased focus on Bipartisan Infrastructure Law funding, our primary attention was on public funding.

L. Loan Terms Up to 30 Years

New Mexico statute allows loan terms of up to 30 years.

M. Fiscal Sustainability Plans (FSP)

NMED requires Borrowers, via the Interim Loan Agreement to certify that the FSP is in place prior to the final loan disbursement for projects involving repair, replacement, or expansion of treatment works (WRRDA, Section 603(d)(1)(E)).

N. Administrative Costs

NMED implements the maximum annual amount of CWSRF money that may be used to cover the

reasonable costs of administering the fund by budgeting 1/5 percent of the current valuation of the fund. At the time of this report, the draft financial statements report administrative expenses in Fund 12100 of \$690,000, and in Fund 32700 of \$1,100,000.

O. Definition of 212 Projects

The expanded definition of “treatment works” is now recognized by NMED to include land temporarily needed for construction. To date, no projects have required this expanded definition.



Town of Springer CWSRF 072 Wastewater Treatment Facility Improvements.

P. Water Quality Protection

The following table lists projects in progress with the NMED CWSRF and the projects anticipated results for the Improvement/Maintenance of Water Quality and the Contribution to Protection or Restoration for Designated Surface Waters. This information is also reflected in the Clean Water Benefits Reporting System (CBR).

Project	Description	Water Quality Purpose	Compliance Objective – Includes Groundwater	Protection Use
Gallup CWSRF 065	WWTP Improvements	Improvement	Maintain Compliance	Municipal Water Supply
Chama CWSRF 066	Lagoon Closure	Improvement	Achieve Compliance	Aquatic Life High Quality Coldwater
Anthony CWSRF 067	Stormwater	Improvement	Maintain Compliance	Domestic Water Supply
Springer CWSRF 072	WWTP Improvements	Improvement	Achieve Compliance	Primary Contact
Bosque Farms CWSRF 073	WWTP Improvements	Improvement	Maintain Compliance	Domestic Water Supply
Española CWSRF 076	Collection	Improvement	N/A	Secondary Contact
Middle Rio Grande Conservancy District CWSRF 085	Watershed Management	N/A	N/A	Irrigation
Edgewood CWSRF 087	WWTP Improvements	Improvement	Maintain Compliance	N/A
Santa Fe CWSRF 088	Stormwater	Maintenance	Maintain Compliance	Primary Contact
Anthony WSD CWSRF 092	Collection	Improvement	Maintain Compliance	Secondary Contact

Roswell CWSRF 097	WWTP Sludge Dewatering Improvements	N/A	Maintain Compliance	N/A
T or C CWSRF 098	Vacuum Sewer upgrades	Maintenance	Maintain Compliance	Municipal Water Supply
Santa Rosa CWSRF 099	Meters	N/A	N/A	N/A
Fort Sumner 100	WWTP Improvements	Improvement	Maintain Compliance	Industrial Water Supply
Tucumcari CWSRF 102	WW Effluent Reuse	Improvement	Achieve Compliance	Secondary Contact
Bloomfield CWSRF 103	WWTP Construction	Improvement	Achieve Compliance	Primary Contact
Jal CWSRF 105	WW Disposal	Improvement	Achieve Compliance	Domestic Water Supply
Hatch CWSRF 106	Stormwater	N/A	N/A	N/A
El Valle de Los Ranchos CWSRF 112	Collection	Maintenance	Maintain Compliance	Domestic Water Supply
Los Alamos CWSRF 110	WWTP Construction	Improvement	Maintain Compliance	Secondary Contact
Greater Glorieta Community Regional MDWC & SWA CWSRF 114	Collection	Improvement	N/A	Primary Contact
Ruidoso CWSRF 115	Energy Conservation WWTP Solar	N/A	N/A	N/A
Jemez Springs CWSRF 116	WWTP Rehab-Planning	Maintenance	Achieve Compliance	Irrigation
Clayton CWSRF 117	WWTP-Planning and Design	Maintenance	Maintain Compliance	Primary Contact

Cimarron CWSRF 118	WWTP Phase 2 Design	Maintenance	Maintain Compliance	N/A
Santa Rosa CWSRF 119	Energy Conservation WWTP Sola	N/A	N/A	N/A
Milan CWSRF 120	WWTP Rehab-Design	Maintenance	Maintain Compliance	N/A
Fort Sumner CWSRF 121	WWTP Rehab	Improvement	Achieve Compliance	Primary Contact
Luna County CWSRF 122	WWTP Construction	Not Applicable	Maintain Compliance	Primary Contact
Corrales CWSRF 123	Watershed-Planning	Maintenance	Maintain Compliance	N/A
Corrales CWSRF 124	Collection-Planning	Maintenance	Achieve Compliance	Primary Contact
Camino Real Regional Utility Authority CWSRF 125	WWTP Improvements	Maintenance	Maintain Compliance	N/A
Bernalillo CWSRF 126	WWTP and Collection Rehab-Design	Improvement	Achieve Compliance	Irrigation

Q. Build America Buy America (BABA) Pub. L. No. 117-558, §§70901-52 The State certifies that for equivalency projects, all iron, steel, manufactured products, and construction materials used in the project are produced in the United States.

The NM CWSRF has processes in place to execute BABA requirements. Borrowers agree to follow the BABA requirements through the execution of the funding agreement. Additionally, the supplemental conditions contain compliance certifications to be completed throughout the project and a final compliance certification. There is currently one project subject to BABA provisions, Socorro CWSRF EQ 129. The project is currently in the design phase.

R. Provisions of the Operating Agreement/Condition of Grant Agreement

Accept Payments: Sec. 602(b)(1). The State certifies that it will accept Cap Grant payments in accordance with the negotiated payment schedule and use those payments for the activities of its established CWSRF.

The NM CWSRF has fully drawn FFY2022 BIL GS-1, \$8,738,000 and has drawn \$5,458,029.86 of \$5,681,000 of the FFY2022 Base award.

- 1. Provide a State Match: Sec. 602(b)(2). The State certifies that it will deposit into the CWSRF an amount equaling at least 20 percent of the amount of each Cap Grant payment. The State match shall be deposited on or before the date on which the State received each payment from the Cap Grant award.**

The Program received an appropriation from the state legislature of \$2,500,000 from the Public Projects Revolving Fund, which is administered by the New Mexico Finance Authority to match the FFY 2022 Base Cap Grant of \$5,681,000 and FFY2022 BIL GS-1 grant of \$8,738,000. On July 1, 2022, \$2,500,000 was transferred to the CWSRF Fund 12100. The Base Cap grant required a match of \$1,136,200 and the BIL GS-1 required \$873,800. The overage of \$490,000 will be tracked and used for future match.



The City of Santa Fe Stormwater Mitigation Project CWSRF 088

Binding commitments are required within one year of the federal award (payment).

The BIL General Supplemental award required binding commitments of \$9,611,800 no later than August 14, 2023; the commitment goal was achieved in April of 2023. The Base award commitments are required no later than March 14, 2024; as of 06/30/2023, the NM CWSRF had secured binding commitments of \$2,347,061. The remainder will be achieved in SFY2024 by the required date. (Attachment 1)

Expeditious and Timely Expenditures: Sec. 602(b)(4).

EPA has asked for increased attention to the Expeditious and Timely clause of the CWA. The NM CWSRF has long struggled to find interested borrowers and has a high unobligated fund balance.

The NM CWSRF has revised state statute to include all EPA approved eligibilities and broadened the definition of an eligible borrower. We have moved to a simple electronic application that is open year-round. In SFY2023 we lowered the borrowing interest rate to 0.01% for all entities that do not qualify for 0%. We are currently contracting with Northbridge Environmental to help market the program, specifically to the large entities in the state (Albuquerque, Albuquerque Bernalillo County Water Utility Authority, Rio Rancho, Santa Fe, and Santa Fe County), to try and establish repeat borrowers or borrowers that utilize programmatic financing. At the same time, New Mexico is increasing Legislative Capital Outlay appropriations. In 2020, the state awarded \$23 million in grants for wastewater/stormwater projects, in 2023, New Mexico awarded \$40 million for wastewater/stormwater projects. With the completion of the Clean Watersheds Needs Survey, it is clear that the need for wastewater and stormwater infrastructure is great. The NM CWSRF will continue to promote the program to all eligible entities and to develop programs for non-traditional funding with the intent of fulfilling the mandate of the program for the benefit of water quality.

Compliance with the Environmental Review Requirements: Sec. 602(b)(6) as amended. The State agrees that it will conduct an environmental review of each project required receiving assistance from the CWSRF and will follow procedures which comply with criteria established by EPA in the Initial Guidance - State Revolving Fund, Appendix D.

The State confirms compliance with this requirement. Environmental review procedures for projects funded through the Wastewater Facility Construction Loan Program are implemented through the Internal Procedures Manual and the New Mexico State Environmental Review Process (SERP). The current EPA SERP Draft dated September 2019 reflects the most recent updates to the SERP and is pending EPA approval. All reviews comply with EPA implementation regulations contained in 40 CFR Part 6.

State Laws and Procedures: Sec. 602(b)(7). The State agrees to commit or expend each quarterly Cap Grant payment in accordance with state laws and procedures regarding the commitment or expenditure of revenues.

The State confirms compliance with this requirement. The loan fund and associated processes was examined as a major federal program within the Environment Department's single audit for state fiscal years 1990 through 2023. The NMED CWSRF follows state laws and procedures when expending CWSRF funds.

Recipient Accounting and Audit Procedures: Sec. 602(b)(9) as amended.The State agrees that as a condition of making a loan or other form of assistance, it will require recipients of SRF assistance to maintain project accounts in accordance with generally accepted government accounting standards, including standards relating to the reporting of infrastructure assets and as defined in the section above.

The State confirms that Generally Accepted Government Accounting Standards are required of all CWSRF funding recipients through signed loan agreements. Compliance is confirmed with annual audit reviews.

Annual Report: Sec. 602(b) (10).The State agrees to make annual reports to the administrator on the actual use of the funds in accordance with Sections 606(d) of the Act and negotiated State/EPA guidance.

The State is submitting the SFY 2023 Annual Report to satisfy this requirement.

Consistency with Planning Requirements: Sec. 603(f). The State certifies that it will provide financial assistance from CWSRF only with respect to a project, which is consistent with plans, if any, developed under Section 205(j), 208, 303(e), 319, and 320 of the Act.

The State confirms compliance with this requirement. NMED's Surface Water Quality Bureau, Planning Section and Ground Water Quality Bureau, Pollution Prevention Section are offered an opportunity to review the facility plans and environmental information documents to assure the project is consistent with applicable requirements.

State Accounting and Auditing Procedures: Sec. 606(a). The State agrees to establish fiscal controls and accounting procedures to assure proper accounting for: (1) payments received by the CWSRF; (2) disbursements made by the CWSRF; and (3) CWSRF balances at the beginning and end of the accounting period. In carrying out these requirements, the State agrees to use accounting, audit, and fiscal procedures conforming to "generally accepted government accounting standards." These standards are usually defined as, but not limited to, those contained in the U.S. General Accounting Office (GAO) publication Standards for Audit for Governmental Organizations, Programs, Activities, and Functions.

The State confirms compliance with this requirement. The Program is managed in compliance with all applicable regulations, and the State is cooperating with EPA oversight efforts. The State has contracted with a CPA firm for an Independent Financial Audit on the CWSRF in addition to the single audit requirement.

FFATA Projects Reported in FSRS.

Los Alamos County was reported in FSRS.gov for the FFY2022 BIL GS-1 award, and the City of Socorro for the FFY2022 Base award.

Compliance with Federal Cross Cutting authorities:

In SFY2023 the NM CWSRF began a policy transition regarding the application of federal requirements. In previous years, federal requirements were applied across all projects. With the advent of the Build America Buy America Act, the NM CWSRF determined it was in the best interest of borrowers if federal requirements were applied only as specifically required. To that end, the NM CWSRF worked with Northbridge Environmental to put into place a checklist for assistance agreements and for supplemental conditions, to ensure federal requirements are appropriately applied. Federal cross cutters are now applied to equivalency projects only. Assistance agreements signed prior to SFY2023 continue to have all requirements, including cross cutters, applied.

In accordance with 40 CFR, Part 33, Subpart D, compliance with the negotiated Disadvantaged Business Enterprise (DBE) "Fair Share" objectives:

Fair Share objectives were waived on October 1, 2019, through the DBE exception.

Legal, Managerial, Technical, and Operational Capabilities: The State certifies that it has the legal, managerial, technical, and operational capabilities to administer the Program competently.

Currently, the financial loan team has one vacant position, and the Technical Staff has three vacancies. All positions are currently posted.

Debarment and Suspension: The State agrees that the State and all recipients of CWSRF assistance will comply with 40 CFR, Part 32, Debarment and Suspension.

The State confirms compliance with this requirement.

Compliance with CWSRF Cap Grant, General and Special Conditions:

The State certifies compliance with General Conditions and Special Conditions of EPA Assistance Agreements within the reporting period and within the achievements described above.

Delinquencies:

There were no delinquencies.

S. Justice40

Justice40 is an interagency initiative led by the White House Environmental Justice Interagency Council with the intent of ensuring that 40% of federal dollars are made available to communities identified as disadvantaged. In SFY2023, the NM CWSRF had \$14,419,000 in federal funds, of which 40% is \$5,767,600. The NM CWSRF committed 100% of the federal allotments, \$14,419,000 to disadvantaged communities.

V. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Clean Water State Revolving Fund – The Program utilizes an enterprise fund to provide low-cost financial assistance through loan and loan subsidy funding to eligible entities for planning, design, and construction of water quality projects. CWSRF funds are available for up to 100% of eligible costs. Loan repayment terms are up to 30 years with interest rates ranging from 0% to 2.375%.

VI. ACCRUED INTEREST RECEIVABLE ON CONSTRUCTION LOANS

Interest receivable on CWSRF loans is accrued during the construction period. At the end of construction, the interest accrued can be capitalized or the entity can pay the accrued interest up front.

VII. DISCUSSION OF ADMINISTRATIVE REIMBURSEMENT PROCESS

Once the total required State match for each SRF Cap Grant is expended, the State expends all Federal funds and draws down in accordance with the payment schedule. In accordance with Section 603(d)(7) of the CWA, monies in the CWSRF may be used for the reasonable costs of administering the fund and conducting activities under this title. NMED budgeted 1/5 percent of the most recent valuation of the fund, plus the amount of any fees collected by the State for such purpose regardless of the source.

VIII. FINANCIAL INDICATORS

NM CWSRF CUMULATIVE FINANCIAL INDICATORS YEAR TO YEAR COMPARISON

Financial Indicators	2019	2020	2021	2022	2023
1. Federal Return on Investment	168%	175%	171%	171%	280%
2. Executed Loans as a Percent of Funds Available	83%	86%	84%	86%	71%
3. Disbursements as a Percent of Executed Loans	86%	82%	84%	82%	86%
4. Sustainability (Retained Earnings) Excludes Subsidy	\$87,517,950	\$94,511,739	\$96,124,292	\$97,399,102	\$102,109,849
5. Net Position	\$332,360,451	\$346,647,756	\$355,791,304	\$361,325,030	\$378,137,240
6. Net Position Change in Percent	4.10%	4.20%	2.70%	1.40%	4.65%

(Sources: The National Information Management System 'NIMS' Report SFY 2022 and 2022 Draft Financial Statement)

Additional financial indicators include:

- The ratio of undisbursed project funds to disbursements was 9.5.
- Total Net, or the extent to which internal growth generated additional funding was \$17,839,270.
- The Net Interest Margin or the percentage rate of return from Total Assets is 1.33%.

IX. CONCLUSION

The NM CWSRF executed over \$51 million dollars in new and amended assistance agreements in SFY23. The Program continues to provide the maximum amount of additional subsidization allowed to qualified borrowers. The Program supports itself through administrative fees without the assistance of taxpayer dollars. The Program is well positioned for future funding of water quality projects in New Mexico.



STATE OF NEW MEXICO
WASTEWATER FACILITY CONSTRUCTION LOAN PROGRAM CERTIFICATION OF ANNUAL REPORT

I certify that this report has been prepared under my supervision and in accordance with Federal Register EPA Part III 40 CFR Part 35, the Federal Clean Water Act, and provisions of the Wastewater Facility Construction Loan Act 74-6A-7 NMSA 1978. I also certify that I have reviewed this report and find it to be true and correct to the best of my knowledge.

Judith L Kahl Digitally signed by Judith L Kahl
Date: 2023.10.03 13:36:47 -06'00'

Judith L. Kahl, P.E.
Chief, Construction Programs Bureau

Date

Attachment 1-Capitalization Grants and Binding Commitments Through SFY

Cap Grant No.	Increase to EPA-ACH	Cumulative Cap Grants	Binding Commitment Required	Cumulative Binding Commitments	Binding Commitments Amounts	Binding Commitments Cumulative
CS-350001-88-4	\$5,000,000.00	\$5,000,000.00	120%	\$6,000,000.00	\$1,290,000.00	\$1,290,000.00
CS-350001-89-4	\$9,368,163.00	\$14,368,163.00	120%	\$17,241,795.60	\$3,774,237.00	\$5,064,237.00
CS-350001-90-2	\$6,345,400.00	\$20,713,563.00	120%	\$24,856,275.60	\$12,818,724.00	\$17,882,961.00
CS-350001-91-2	\$10,075,032.00	\$30,788,595.00	120%	\$36,946,314.00	\$6,735,000.00	\$24,617,961.00
CS-350001-92-1	\$9,534,900.00	\$40,323,495.00	120%	\$48,388,194.00	\$8,055,615.00	\$32,673,576.00
CS-350001-93-1	\$9,431,000.00	\$49,754,495.00	120%	\$59,705,394.00	\$13,931,000.00	\$46,604,576.00
CS-350001-94-3	\$5,813,800.00	\$55,568,295.00	120%	\$66,681,954.00	\$3,509,692.00	\$50,114,268.00
CS-350001-95-2	\$6,007,800.00	\$61,576,095.00	120%	\$73,891,314.00	\$0.00	\$50,114,268.00
CS-350001-96-5	\$9,904,653.00	\$71,480,748.00	120%	\$85,776,897.60	\$14,229,428.00	\$64,343,696.00
CS-350001-97-2	\$2,990,500.00	\$74,471,248.00	120%	\$89,365,497.60	\$2,707,000.00	\$67,050,696.00
CS-350001-98-1	\$6,577,300.00	\$81,048,548.00	120%	\$97,258,257.60	\$12,350,328.00	\$79,401,024.00
CS-350001-99-1	\$6,577,900.00	\$87,626,448.00	120%	\$105,151,737.60	\$6,830,848.00	\$86,231,872.00
CS-350001-00-0	\$6,555,200.00	\$94,181,648.00	120%	\$113,017,977.60	\$14,207,191.00	\$100,439,063.00
CS-350001-02-0	\$6,496,100.00	\$100,677,748.00	120%	\$120,813,297.60	\$23,171,152.00	\$123,610,215.00
CS-350001-03-1	\$6,510,800.00	\$107,188,548.00	120%	\$128,626,257.60	\$12,167,000.00	\$135,777,215.00
CS-350001-04-0	\$6,467,800.00	\$113,656,348.00	120%	\$136,387,617.60	\$7,082,020.00	\$142,859,235.00
CS-350001-05-0	\$6,835,400.00	\$120,491,748.00	120%	\$144,590,097.60	(\$587,123.00)	\$142,272,112.00
CS-350001-06-0	\$5,243,500.00	\$125,735,248.00	120%	\$150,882,297.60	\$44,592,005.00	\$186,864,117.00
CS-350001-07-0	\$4,242,300.00	\$129,977,548.00	120%	\$155,973,057.60	\$18,674,236.00	\$205,538,353.00
CS-350001-08-0	\$5,207,300.00 ¹	\$135,184,848.00	120%	\$162,221,817.60	\$31,000,000.00	\$236,538,353.00
CS-350001-09-0	\$3,274,300.00	\$138,459,148.00	120%	\$166,150,977.60	\$11,675,589.00	\$248,213,942.00
2W-96689201-0	\$23,789,100.00 ²	\$162,248,248.00	0%	\$189,940,077.60	\$60,223,410.00	\$308,437,352.00
CS-350001-10-0	\$3,274,300.00	\$165,522,548.00	120%	\$193,869,237.60	(\$3,717,092.00)	\$304,720,260.00
CS-350001-11-0	\$10,002,000.00	\$175,524,548.00	120%	\$205,871,637.60	\$5,188,443.00	\$309,908,703.00
CS-350001-12-1	\$14,130,000.00	\$189,654,548.00	120%	\$222,827,637.60	\$7,230,455.00	\$317,139,158.00
CS-350001-13-0	\$6,520,000.00	\$196,174,548.00	120%	\$230,651,637.60	\$29,336,364.00	\$346,475,522.00
CS-350001-14-0	\$6,853,000.00	\$203,027,548.00	120%	\$238,875,237.60	\$26,815,861.00	\$373,291,383.00
CS-350001-15-0	\$6,817,000.00	\$209,844,548.00	120%	\$247,055,637.60	\$28,033,000.00	\$401,324,383.00
CS-350001-16-0	\$6,525,000.00	\$216,369,548.00	120%	\$254,885,637.60	\$3,647,103.00	\$404,971,486.00
CS-350001-17-0	\$6,474,000.00	\$222,843,548.00	120%	\$262,654,437.60	\$18,848,122.00	\$423,819,608.00
CS-350001-18-0	\$7,859,000.00	\$230,702,548.00	120%	\$272,085,237.60	\$23,247,925.00	\$447,067,533.00
CS-350001-19-0	\$7,779,000.00	\$238,481,548.00	120%	\$281,420,037.60	\$40,266,633.00	\$487,334,166.00
CS-350001-20-0	\$7,780,000.00	\$246,261,548.00	120%	\$290,756,037.60	\$8,394,878.00	\$495,729,044.00
CS-350001-21-0	\$7,779,000.00	\$254,040,548.00	120%	\$300,090,837.60	\$28,268,986.64	\$523,998,030.64
4C-02F14801-0	\$8,738,000.00	\$262,778,548.00	110%	\$309,702,637.60	\$9,611,800.00	\$533,609,830.64
CS-350001--22-0	\$5,681,000.00	\$268,459,548.00	120%	\$316,519,837.60	\$2,347,061.43	\$535,956,892.07
	\$268,459,548.00				\$535,956,892.07	

**New Mexico Environment Department
Clean Water State Revolving Fund**



**Annual Financial Statements and Schedules
With Independent Auditors' Report**

**For the Fiscal Year Ended
June 30, 2023**

**NEW MEXICO ENVIRONMENT DEPARTMENT
CLEAN WATER STATE REVOLVING FUND
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2023**

OFFICIAL ROSTER	1
INDEPENDENT AUDITORS' REPORT	2
MANAGEMENT'S DISCUSSION AND ANALYSIS	6
FINANCIAL STATEMENTS	
STATEMENT OF NET POSITION	13
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION	14
STATEMENT OF CASH FLOWS	15
NOTES TO FINANCIAL STATEMENTS	16
SUPPLEMENTARY INFORMATION	
COMBINING STATEMENT OF NET POSITION BY FUNCTIONAL ACTIVITIES	25
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION BY FUNCTIONAL ACTIVITIES	26
COMBINING STATEMENT OF CASH FLOWS BY FUNCTIONAL ACTIVITIES	27
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	28
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	29
INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	31
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR THE MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE	33
SCHEDULE OF FINDINGS AND QUESTIONED COSTS	36
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS	39
EXIT CONFERENCE	40

**NEW MEXICO ENVIRONMENT DEPARTMENT
CLEAN WATER STATE REVOLVING FUND
OFFICIAL ROSTER
YEAR ENDED JUNE 30, 2023**

Office of the Secretary

James C. Kenney, Cabinet Secretary

Sydney Lienemann, Deputy Cabinet Secretary of Administration

Danielle Gilliam, Deputy Cabinet Secretary of Operations

Division Directors

Christina Keyes, Administrative Services Division Director

Todd Hochman, Acting Information Technology Division

Rick Shean, Resource Protection Division Director

John Rhoderick, Water Protection Division Director

Lauren Reichelt, Environmental Health Division Director

Michelle Miano, Environmental Protection Director

**NEW MEXICO ENVIRONMENT DEPARTMENT
 CLEAN WATER STATE REVOLVING FUND
 STATEMENT OF NET POSITION
 JUNE 30, 2023**

ASSETS

CURRENT ASSETS

Investments in State General Fund	
Investment Pool	\$ 187,558,570
Receivables:	
Due from Federal Government	4,792,758
Loan Receivables (Completed Projects)	13,657,399
Loan Interest Receivables	581,850
Administrative Fee Receivables	198,363
Total Current Assets	206,788,940

NONCURRENT ASSETS

Loan Receivables (Projects in Process)	32,286,646
Loan Receivables (Completed Projects)	144,317,780
Total Noncurrent Assets	176,604,426

Total Assets	\$ 383,393,366
--------------	----------------

LIABILITIES

LIABILITIES

Due to State General Fund	\$ 4
Unearned Revenue	-
Total Liabilities	4

NET POSITION

Restricted	383,393,362
Total Liabilities and Net Position	\$ 383,393,366

See accompanying Notes to Financial Statements.

**NEW MEXICO ENVIRONMENT DEPARTMENT
 CLEAN WATER STATE REVOLVING FUND
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
 YEAR ENDED JUNE 30, 2023**

REVENUES	
Interest on Loans	\$ 805,580
Interest on Investments	3,887,900
Debt Service Fees	1,135,567
Total Revenues	5,829,047
OPERATING INCOME	5,829,047
NON-OPERATING REVENUES (EXPENSES)	
Federal Grant Revenue	14,419,000
Grants to Other Organizations	(4,121,933)
Transfers in - Other Agencies	2,500,000
Transfers - INTRA Agency	(1,790,900)
Total Nonoperating Revenues	11,006,167
CHANGE IN NET POSITION	16,835,214
Total Net Position - Beginning	366,558,148
TOTAL NET POSITION - ENDING	\$ 383,393,362

Draft

**NEW MEXICO ENVIRONMENT DEPARTMENT
CLEAN WATER STATE REVOLVING FUND
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2023**

CASH FLOWS FROM OPERATING ACTIVITIES

Cash Received on Repayment of Loan Principal	\$	12,828,523
Cash Received on Interest from Loans		1,236,208
Interest Payments Received from State Treasurer's Office		3,887,900
Cash Received for Debt Service Fees		1,156,458
Cash Payments Made to Borrowers		<u>(23,277,828)</u>
Net Cash Used by Operating Activities		<u>(4,168,739)</u>

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES

Grant Proceeds - EPA		9,626,242
Grants to Other Organizations		(4,121,933)
State Appropriations		2,500,000
Cash Payments for Administrative Expenses, Net		<u>(1,790,900)</u>
Net Cash Provided by Noncapital Financing Activities		<u>6,213,409</u>

NET INCREASE IN CASH AND CASH EQUIVALENTS

2,044,670

Cash and Cash Equivalents - Beginning of Year

185,513,900

CASH AND CASH EQUIVALENTS - END OF YEAR

\$ 187,558,570

**RECONCILIATION OF CHANGES IN NET POSITION TO NET
CASH PROVIDED (USED) BY OPERATING ACTIVITIES**

Operating Income	\$	5,829,047
Change in Assets and Liabilities:		
Loans Receivable		(10,510,760)
Interest on Loans Receivable		492,083
Other Receivables		<u>20,891</u>
Total Reconciling Adjustments		<u>(9,997,786)</u>

NET CASH USED BY OPERATING ACTIVITIES

\$ (4,168,739)

**NEW MEXICO ENVIRONMENT DEPARTMENT
CLEAN WATER STATE REVOLVING FUND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 1 DEFINITION OF REPORTING ENTITY

Clean Water State Revolving Fund

The New Mexico Clean Water State Revolving Fund (the Fund) was established pursuant to Title VI of the Federal Water Quality Act of 1987 (the Act). The Act provides loans at reduced interest rates to finance the construction of publicly-owned water pollution control facilities, non-point source pollution control projects, and estuary management plans. Instead of making grants to communities that pay for a portion of building wastewater treatment facilities, the Fund provides for low interest rate loans to finance qualified projects. The Fund provides a flexible financing source that can be used for a variety of pollution control projects. Repayment terms for loans made by the Fund can extend up to 30 years, including interest and principal. All repayments received must remain in the Fund.

The Fund was capitalized by the U.S. Environmental Protection Agency (EPA) by a series of grants starting in 1989. States are required to provide an additional 20% of the Federal capitalization grant as matching funds in order to receive a grant.

The Fund is administered by the State of New Mexico Environment Department (the Department) through the Construction Programs Bureau.

The "Clean Water Administrative Fund" (SHARE 32700) was created in the state treasury as authorized by 74-6A-4.1 NMSA 1978 and is administered by the Department as an agent for the Water Quality Control Commission (the Commission) (see NMAC 20.7.5). The Clean Water Administrative Fund is a dedicated fund, and all money in the Clean Water Administrative Fund is appropriated to the Department to be used solely to administer the Wastewater Facility Construction Loan Fund (SHARE 12100). The Commission may establish procedures, adopt regulations, and set fees as required to administer the Clean Water Administrative Fund in accordance with the Clean Water Act and state law.

The Fund is comprised of these two funds as presented in the financial statements: Wastewater Facility Construction Loan Fund (SHARE 12100) and Clean Water Administrative Fund (SHARE 32700). These funds are presented as two separate functions in the combining statements of functional activity. These two funds are nonreverting.

These financial statements present only the Fund and are not intended to present fairly the financial position and results of operations of the Department. The EPA requires the Department to submit an annual report and an annual financial statement audit of the Fund. As a result, the Department issues this separate set of financial statements consisting of these two funds of the Department.

Use of Estimates in Preparing Financial Statements

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**NEW MEXICO ENVIRONMENT DEPARTMENT
CLEAN WATER STATE REVOLVING FUND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The Fund consists of two enterprise funds of the Department. The financial statements of the Fund have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting.

Basis of Presentation

The accompanying financial statements have been prepared in accordance with generally accepted accounting principles as applied to governmental units prescribed by the GASB. The Fund is responsible for the fair presentation of the accompanying financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP). The Fund is accounted for using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods regarding a proprietary fund's principal ongoing operations. The principal operating revenues of the fund are interest on loans made to municipalities for clean water projects. Operating expenses include administrative expenses required to manage and operate the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Net Position

The Fund Financial Statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted, and unrestricted. There is no net investment in capital assets or unrestricted net position at June 30, 2023.

Restricted Net Position

Net position should be reported as restricted when constraints placed on net position use are either:

- Externally imposed by creditors (such as through debt covenants), grantors, contributors or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.
- Enabling legislation must be legally enforceable. Legal enforceability means that a government can be compelled by an external party – such as citizens, public interest groups or the judiciary – to use resources only for the purposes specified by the legislation. All net position is restricted by enabling legislation at June 30, 2023. Net position is restricted for future loans for wastewater projects and the administration of the Fund.

**NEW MEXICO ENVIRONMENT DEPARTMENT
CLEAN WATER STATE REVOLVING FUND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments in State General Fund Investment Pool

New Mexico state law requires that the Fund's investments be managed by the New Mexico State Treasurer's Office. Accordingly, the Fund's investments consist of investments in the New Mexico State Treasurer's Office General Fund Investment Pool. Investment maturities within the pool range from one day to three years. The fair value of the Fund's investment in the pool at June 30, 2023 was \$187,558,570. The Fund does not have an investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The New Mexico State Treasurer's Office General Fund Investment Pool is not rated. The New Mexico State Treasurer's Office audited financial statements can be obtained from the State Treasurer, Office of the State Treasurer, PO Box 5135, Santa Fe, NM 87505.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the proprietary fund types consider all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Fund did not have any items that qualified for reporting in this category as of June 30, 2023.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The Fund did not have any items that were required to be reported in this category as of June 30, 2023.

Loans Receivable

The Fund is operated as a direct loan program, whereby the total loan amount made to communities is funded by the federal capitalization grant, the state matching amount, loan repayments, and interest earned. Loan funds are disbursed to the local agencies as they expend funds for the purposes of the loan and request reimbursement from the Fund. Interest is calculated from the date that funds are reimbursed and, after the final disbursement has been made, the payment schedule identified in the loan agreement is adjusted for the actual amounts disbursed and interest accrued during the project period. No provision for uncollectible accounts has been made as all loans are current, and management believes that all loans will be repaid according to the loan terms. All loan revenue and the administrative allocation are reported as operating. Capitalization grants and appropriations from federal and state sources are reported as nonoperating.

**NEW MEXICO ENVIRONMENT DEPARTMENT
CLEAN WATER STATE REVOLVING FUND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Loan Administrative Fee

As determined by Program management and provided for in New Mexico State Law (74-6A-4 NMSA 1978 et seq.), the annual administrative fee to be calculated on the outstanding principal balance is variable based on the interest rate and the loan terms, not to exceed 5% of the total loan amount. The administrative fee is collected annually with the borrower's payment.

State Matching Funds

The 20% required state match has been funded from the Public Project Revolving Fund, administered by the New Mexico Finance Authority. This is subject to change in future years as determined by the State Legislature.

Budgets

Loan activities are not subject to a budget. However, a state legally adopted budget was prepared and approved for administrative expenses incurred to administer the Wastewater Facility Construction Loan Fund that is funded by administrative fees that are deposited into the Clean Water Administrative Fund. No instances of excess expenditures over budgeted expenditures were identified for these budgets.

Financial Reporting Entity

The Department has no component units.

NOTE 3 STATE GENERAL FUND INVESTMENT POOL

Compliant with Statute 6-10-3 (NMSA 1978), and to optimize state cash management and investment practices, funds of various state agencies are deposited in the State General Fund Investment Pool (SGFIP). This pool is managed by the New Mexico State Treasurer's Office (STO). Claims on the SGFIP are reported as financial assets by the various agencies investing in the SGFIP.

On August 20, 2023, the State Controller asserted the following:

1. As of June 30, 2023, resources held in the pool were equivalent to the corresponding business unit claims on those resources.
2. All claims, as recorded in SHARE, shall be honored at face value.

State law (Section 8-6-3 NMSA 1978) requires the Fund's cash be managed by the New Mexico State Treasurer's Office. Accordingly, the investments of the Fund consist of an interest in the State General Fund Investment Pool managed by the New Mexico State Treasurer's Office.

**NEW MEXICO ENVIRONMENT DEPARTMENT
 CLEAN WATER STATE REVOLVING FUND
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023**

NOTE 4 LOANS RECEIVABLE

Loans receivable represent both interest and noninterest-bearing loans disbursed to various municipalities within the State of New Mexico to construct or modify wastewater facilities. Loans for projects in progress represent those projects still under construction. Upon completion, accrued interest is either paid or added to the principal balance of the final loan. These loans are reporting as noncurrent. The loans in repayment represent completed projects from which the Fund is receiving payments of principal and interest. Current portion of loans is the amount expected to be received within the next fiscal year. Loans receivable as of June 30 consist of the following:

Loans - Projects in Progress	\$	32,286,646
Accrued Interest		98,893
Total Loans in Progress	\$	32,385,539
Loans in Repayment-Completed Projects	\$	157,975,179
Accrued Interest		482,957
Total Completed Loans	\$	158,458,136

The loans are secured with pledged revenue from the operations of the borrowers' joint water and sewer system, less operation and maintenance expenses or from a gross receipts pledge. The loans bear interest at rates ranging from 0% to 3% per annum. Loans for projects under construction are transferred to final loans upon completion of the projects. Loans for completed projects are paid in annual installments, including interest, ranging from \$1,000 to \$1,921,489.

Projects in Progress

The balances of projects in progress at June 30 are as follows:

Los Alamos	\$	9,006,483
Bloomfield		7,335,531
Angel Fire		4,259,290
Roswell		4,081,332
Gallup		2,738,976
Santa Fe		1,263,960
Tucumcari		1,121,006
Santa Rosa		787,057
Springer		742,000
Chama		531,089
Hatch		136,967
Other Communities		282,955
Total	\$	32,286,646

**NEW MEXICO ENVIRONMENT DEPARTMENT
 CLEAN WATER STATE REVOLVING FUND
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023**

NOTE 4 LOANS RECEIVABLE (CONTINUED)

Completed Projects

The balances of completed projects at June 30 are as follows:

Farmington	\$ 23,228,880
Hobbs	19,424,310
Portales	18,606,000
Grants	17,709,245
Los Lunas	16,403,969
Carlsbad	15,041,272
Los Alamos County	11,549,534
Las Vegas	5,415,131
Aztec	4,485,536
El Valle de Los Ranchos Water & Sanitation District	4,352,526
Clovis	2,519,221
Lovington	2,302,465
Espanola	2,062,495
Dona Ana County	1,623,763
Belen	1,615,883
Taos	1,410,662
Peralta	1,311,020
Southern Sandoval County Arroyo Flood Control	1,287,601
Rio Arriba County	945,024
Socorro	905,622
Santa Rosa	784,104
Estancia Valley Solid Waste Authority	666,746
Bayard	580,852
Bloomfield	557,926
San Juan County	510,015
Taos Ski Valley	393,280
Tijeras	387,931
Cuba	323,760
Roosevelt County	293,225
Cimarron	227,586
Other Communities	1,049,595
Total	<u>\$ 157,975,179</u>

**NEW MEXICO ENVIRONMENT DEPARTMENT
CLEAN WATER STATE REVOLVING FUND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 4 LOANS RECEIVABLE (CONTINUED)

The following is a schedule of future annual payments, including principal, interest and administrative fee, as of June 30, 2023:

(12100) Wastewater Facility Construction Loan Fund

Years Ending June 30,	Principal Repayments	Interest Payments	Fee Payments	Total
2024	\$ 13,657,399	\$ 716,224	\$ 284,780	\$ 14,658,403
2025	13,500,572	627,562	258,886	14,387,020
2026	13,602,428	537,358	232,598	14,372,384
2027	13,339,285	445,606	205,923	13,990,814
2028	11,716,017	360,147	178,878	12,255,042
2029 and Thereafter	92,159,478	1,323,902	729,126	94,212,506
Completed Projects Totals	<u>\$ 157,975,179</u>	<u>\$ 4,010,799</u>	<u>\$ 1,890,191</u>	<u>\$ 163,876,169</u>

NOTE 5 LOAN COMMITMENTS

As of June 30, 2023, the Fund executed binding commitments to disburse loans from the Fund in the amount of \$51,764,155.

NOTE 6 FEDERAL GRANT AWARDS AND CORRESPONDING STATE MATCHES

The following table represents the federal grant allotments and state matching appropriations as of June 30, 2023 that have been allocated to the Fund since its inception.

Award Years	Federal Capitalization Grants	State Matching Appropriations
1986-2013	\$ 165,865,448	\$ 35,041,615
2014	6,520,000	1,400,000
2015	6,853,000	1,300,000
2016	6,817,000	1,300,000
2017	6,525,000	1,400,000
2018	6,474,000	1,300,000
2019	7,859,000	1,100,000
2020	7,779,000	1,500,000
2021	7,780,000	1,800,000
2022	7,779,000	1,800,000
2023	14,419,000	2,500,000
Total	<u>\$ 244,670,448</u>	<u>\$ 50,441,615</u>

As of June 30, 2023, the State of New Mexico has future matched the Fund by \$2,381,325. This future match will be applied to future federal grant awards as part of the 20% required match. In addition, the Fund was awarded \$23,789,100 in ARRA funds not subject to the 20% state match.

**NEW MEXICO ENVIRONMENT DEPARTMENT
 CLEAN WATER STATE REVOLVING FUND
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023**

NOTE 7 ADMINISTRATIVE EXPENSES

Funds received from the EPA capitalization grants may be used for the reasonable costs of administering and managing the Program. The maximum amount allowable for administering and managing the Program is an amount equal to 4% of the cumulative amount of capitalization grant awards received (less any amounts used in previous years to cover administrative expenses), \$400,000, or 1/5 percent of the current valuation of the fund, whichever is the greatest. In fiscal year 2023, administrative expenses of \$690,900 were paid from net position and limited by 1/5 of 1% of net position of the most recent audited financial statements.

NOTE 8 CONTINGENCIES

Federal Award Program

Expenditures under the EPA grant program may be subject to fiscal and/or program compliance audits by the grantor, which may result in disallowed program expenditures. Generally, such audits must commence within three years of the program's termination date. The EPA performs certain procedures on an annual basis to determine compliance with program requirements. Expenditures disallowed are required to be repaid as a result of such audits, if any, and would require an appropriation from the State General Fund.

Risk Management

The Fund is exposed to various risks of loss related to torts, thefts of assets, errors or omissions, injuries to state employees while performing Fund business, or acts of God.

The Fund maintains insurance for all risks of loss through the State of New Mexico Risk Management Division, which is included in the indirect costs charged to the Fund. There have not been any claims against the Fund since its inception.

NOTE 9 FUNDS AT AUTOMATED CLEARING HOUSE (ACH)

Annually the Fund's management requests the EPA release amounts from the capitalization grant to the ACH.

As of June 30, 2023, balances at the ACH are as follows:

Balance - Beginning of Year	\$	-
Amounts Released to ACH During Year		14,419,000
Drawdowns for Loans		(14,419,000)
Drawdowns for Administrative Expenses		-
Balance - End of Year	<u>\$</u>	<u>-</u>

**NEW MEXICO ENVIRONMENT DEPARTMENT
 CLEAN WATER STATE REVOLVING FUND
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023**

NOTE 10 RESTRICTED NET POSITION

The wastewater facility construction loan fund was established by 74-6A-4 to carrying out the federal Clean Water Act to provide loans for the construction or rehabilitation of wastewater facilities. The fund receives federal capitalization grants, state appropriations and earns interest on the outstanding loans of the fund. The net position of the wastewater facility construction loan fund is considered restricted to making these loans. The clean water administrative fund was established by 74-6A-4.1 NMSA 1978 and shall be a dedicated fund, in which all money in the clean water administrative fund is appropriated to the Department to be used solely to administer the wastewater facility construction loan fund, which may include water quality planning and water quality analysis and protection studies if authorized by the department and, if necessary, the United States Environmental Protection Agency. The net position of the clean water administrative fund is restricted for administering the wastewater facility construction loan fund.

Restricted net position consists of the following at June 30, 2023:

Restricted for:	
Future Loans	\$ 378,011,314
Administration of the Wastewater Facility Construction Loan Fund	5,382,048
Total	<u>\$ 383,393,362</u>

NOTE 11 ACCRUED INTEREST RECEIVABLE

The following schedule shows changes to accrued interest receivable for the year ending June 30, 2023. Entities are permitted to capitalize construction period interest upon project completion.

Balance - Beginning of Year	\$ 1,073,933
Interest Earned	805,580
Interest Received	(1,236,208)
Interest Capitalized	(61,455)
Balance - End of Year	<u>\$ 581,850</u>

**NEW MEXICO ENVIRONMENT DEPARTMENT
 CLEAN WATER STATE REVOLVING FUND
 COMBINING STATEMENT OF NET POSITION BY FUNCTIONAL ACTIVITIES
 JUNE 30, 2023**

	12100 Wastewater Facility Construction Loan Fund	32700 Clean Water Administrative Fund	Total
ASSETS			
Current Assets:			
Investments in State General Fund			
Investment Pool	\$ 182,374,885	\$ 5,183,685	\$ 187,558,570
Receivables:			
Due from Federal Government	4,792,758	-	4,792,758
Loan Receivables (Completed Projects)	13,657,399	-	13,657,399
Loan Interest Receivables	581,850	-	581,850
Administrative Fee Receivables	-	198,363	198,363
Total Current Assets	<u>201,406,892</u>	<u>5,382,048</u>	<u>206,788,940</u>
Noncurrent Assets:			
Loan Receivables (Projects in Process)	32,286,646	-	32,286,646
Loan Receivables (Completed Projects)	144,317,780	-	144,317,780
Total Noncurrent Assets	<u>176,604,426</u>	<u>-</u>	<u>176,604,426</u>
Total Assets	<u>\$ 378,011,318</u>	<u>\$ 5,382,048</u>	<u>\$ 383,393,366</u>
LIABILITIES			
Due to State General Fund	\$ 4	\$ -	\$ 4
Unearned Revenue	-	-	-
Total Liabilities	<u>4</u>	<u>-</u>	<u>4</u>
NET POSITION			
Restricted	<u>378,011,314</u>	<u>5,382,048</u>	<u>383,393,362</u>
Total Liabilities and Net Position	<u>\$ 378,011,318</u>	<u>\$ 5,382,048</u>	<u>\$ 383,393,366</u>

**NEW MEXICO ENVIRONMENT DEPARTMENT
CLEAN WATER STATE REVOLVING FUND
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN
FUND NET POSITION BY FUNCTIONAL ACTIVITIES
YEAR ENDED JUNE 30, 2023**

	12100 Wastewater Facility Construction Loan Fund	32700 Clean Water Administrative Fund	Total
REVENUES			
Interest on Loans	\$ 805,580	\$ -	\$ 805,580
Interest on Investments	3,774,537	113,363	3,887,900
Debt Service Fees	-	1,135,567	1,135,567
Total Revenues	<u>4,580,117</u>	<u>1,248,930</u>	<u>5,829,047</u>
OPERATING INCOME	4,580,117	1,248,930	5,829,047
NONOPERATING REVENUES (EXPENSES)			
Federal Grant Revenue	14,419,000	-	14,419,000
Grants to Other Organizations	(4,121,933)	-	(4,121,933)
Transfers in - Other Agencies	2,500,000	-	2,500,000
Transfers - INTRA Agency	(690,900)	(1,100,000)	(1,790,900)
Total Nonoperating Revenues (Expenses)	<u>12,106,167</u>	<u>(1,100,000)</u>	<u>11,006,167</u>
CHANGE IN NET POSITION	16,686,284	148,930	16,835,214
Total Net Position - Beginning	<u>361,325,030</u>	<u>5,233,118</u>	<u>366,558,148</u>
TOTAL NET POSITION - ENDING	<u>\$ 378,011,314</u>	<u>\$ 5,382,048</u>	<u>\$ 383,393,362</u>

**NEW MEXICO ENVIRONMENT DEPARTMENT
CLEAN WATER STATE REVOLVING FUND
COMBINING STATEMENT OF CASH FLOWS BY FUNCTIONAL ACTIVITIES
YEAR ENDED JUNE 30, 2023**

	12100 Wastewater Facility Construction Loan Fund	32700 Clean Water Administrative Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received on Repayment of Loan Principal	\$ 12,828,523	\$ -	\$ 12,828,523
Cash Received on Interest from Loans	1,236,208	-	1,236,208
Interest Payments Received from State Treasurer's Office	3,774,537	113,363	3,887,900
Cash Received for Debt Service Fees	-	1,156,458	1,156,458
Cash Payments Made to Borrowers	<u>(23,277,828)</u>	<u>-</u>	<u>(23,277,828)</u>
Net Cash Provided (Used) by Operating Activities	(5,438,560)	1,269,821	(4,168,739)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Grant Proceeds - EPA	9,626,242	-	9,626,242
Grants to Other Organizations	(4,121,933)	-	(4,121,933)
Transfers In - Appropriations	2,500,000	-	2,500,000
Intra Agency Transfers	<u>(690,900)</u>	<u>(1,100,000)</u>	<u>(1,790,900)</u>
Net Cash Provided (Used) by Noncapital Financing Activities	7,313,409	(1,100,000)	6,213,409
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,874,849	169,821	2,044,670
Cash and Cash Equivalents - Beginning of Year	<u>180,500,036</u>	<u>5,013,864</u>	<u>185,513,900</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 182,374,885</u>	<u>\$ 5,183,685</u>	<u>\$ 187,558,570</u>
RECONCILIATION OF CHANGES IN NET POSITION TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating Income	\$ 4,580,117	\$ 1,248,930	\$ 5,829,047
Change in Assets and Liabilities:			
Loans Receivable	(10,510,760)	-	(10,510,760)
Interest on Loans Receivable	492,083	-	492,083
Administrative Fee Receivable	-	20,891	20,891
Total Reconciling Adjustments	<u>(10,018,677)</u>	<u>20,891</u>	<u>(9,997,786)</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ (5,438,560)</u>	<u>\$ 1,269,821</u>	<u>\$ (4,168,739)</u>

**NEW MEXICO ENVIRONMENT DEPARTMENT
 CLEAN WATER STATE REVOLVING FUND
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 YEAR ENDED JUNE 30, 2023**

<u>Federal Grantor/Pass through Grantor/Program or Cluster Title</u>	<u>Assistance Listing Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Passed Through to Subrecipients</u>	<u>Federal Participating Expenditures</u>
U.S. ENVIRONMENTAL PROTECTION AGENCY				
Direct Programs:				
Clean Water State Revolving Funds (CWSRF) Cluster				
Construction Loan, Administration - CS35000221	66.458	N/A	\$ -	\$ 690,900
Construction Loan, Construction - CS35000221	66.458	N/A	<u>14,419,000</u>	<u>14,419,000</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u><u>\$ 14,419,000</u></u>	<u><u>\$ 15,109,900</u></u>

Draft

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**NEW MEXICO ENVIRONMENT DEPARTMENT
CLEAN WATER STATE REVOLVING FUND
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2023**

BASIS OF ACCOUNTING

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the Fund under programs of the federal government for the year ended June 30, 2023. The information in this Schedule is presented in accordance with the requirements of 2 CFR Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*. Because the Schedule presents only a selected portion of the operations of the Fund, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Fund.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The Fund has not elected to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

NONCASH ASSISTANCE

The Fund did not receive any federal noncash assistance during the year ended June 30, 2023.

LOANS

The Fund does not have any loans outstanding with the Federal government at June 30, 2023.

SUBRECIPIENTS

The Fund receives capitalization grants to create and maintain the Clean Water State Revolving Fund program (CWSRF, Assistance Listing 66.458). The Fund can use the capitalization grants to provide loans at reduced interest rates to finance the construction of publicly-owned water pollution control facilities, non-point source pollution control projects, and estuary management plans. Loans made by the Fund may have a repayment period of up to 30 years, and all repayments, including interest and principal, must remain within the Wastewater Facility Construction Loans Fund of the Fund. Capitalization loans processed for CWSRF for the year ended June 30, 2023 were \$23,277,828. CWSRF outstanding loans at June 30, 2023 were \$190,261,825. The Fund provided in fiscal year 2023 \$4,121,933 in grants to various communities throughout New Mexico to subsidize their loans.

Of the \$14,419,000 represented in the Schedule of Expenditures of Federal Awards, \$0- was provided as a grant and \$14,419,000 was provided as loan disbursements. The amounts are included in the schedule of expenditures of federal awards as Construction Loan and Construction Grant (Assistance Listing 66.458).

**NEW MEXICO ENVIRONMENT DEPARTMENT
 CLEAN WATER STATE REVOLVING FUND
 NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
 YEAR ENDED JUNE 30, 2023**

SUBRECIPIENTS (CONTINUED)

	Federal Grant	Federal Revolving Loan	Total
Incorporated County of Los Alamos	\$ -	\$ 7,639,500	\$ 7,639,500
Village of Angel Fire	-	3,172,029	3,172,029
Town of Springer	-	1,272,173	1,272,173
El Valle de Los Ranchos Water & Sanitation District	-	1,064,038	1,064,038
City of Gallup	-	343,836	343,836
City of Bloomfield	-	286,433	286,433
Anthony Water & Sanitation District	-	193,072	193,072
City of Santa Rosa	-	182,570	182,570
City of Roswell	-	142,279	142,279
Village of Chama	-	45,139	45,139
Village of Hatch	-	32,481	32,481
City of Truth or Consequences	-	30,588	30,588
Village of Fort Sumner	-	14,862	14,862
Total	<u>\$ -</u>	<u>\$ 14,419,000</u>	<u>\$ 14,419,000</u>

Draft

Clean Water SRF Reporting
Assistance Provided for New Mexico

7/1/2022 through 6/30/2023

Tracking Number	Borrower	1st Agreement Date in Selected Period	Assistance Amount	Subsidy Amount	Affordability Criteria Eligible	Federal Award for Ad Sub	GPR Amount	Federal Award for GPR
CWSRF 107	Angel Fire, Village of	8/3/2022	9,799,598.84	819,148.44	Yes	FFY2015,2018,2021 Base	0.00	
CWSRF 108	Mora MDWCA & MSA	9/7/2022	300,000.00	275,000.00	Yes	FFY 2021 Base	0.00	
CWSRF EQ 110	Los Alamos County	9/7/2022	25,000,000.00	0.00	Yes		3,963,571.67	FFY 2021 Base
CWSRF 117	Clayton, Town of	10/17/2022	200,000.00	200,000.00	Yes	FFY2022 BIL GS-1	0.00	
CWSRF 118	Cimarron, Village of	10/21/2022	260,000.00	260,000.00	Yes	FFY2022 BIL GS-1	0.00	
CWSRF 116	Jemez Springs, Village of	11/2/2022	50,000.00	50,000.00	Yes	FFY2022 BIL GS-1	0.00	
CWSRF 119	Santa Rosa, City of	11/9/2022	1,500,000.00	0.00	Yes		1,500,000.00	FFY2022 Base
CWSRF 115	Ruidoso, Village of	12/12/2022	4,874,556.00	0.00	Yes		4,874,556.00	FFY2022 BIL GS-1
CWSRF 123	Corrales, Village of	1/2/2023	75,000.00	75,000.00	Yes	FFY2022 BIL GS-1	0.00	
CWSRF 124	Corrales, Village of	1/2/2023	75,000.00	75,000.00	Yes	FFY2022 BIL GS-1	0.00	
CWSRF 120	Milan, Village of	1/9/2023	900,000.00	900,000.00	Yes	FFY2022 BIL GS-1	0.00	
CWSRF 122	Luna County	3/20/2023	1,600,000.00	200,000.00	Yes	FFY2022 BIL GS-1	1.00	
CWSRF 121	Fort Sumner, Village of	4/3/2023	1,630,000.00	1,580,000.00	Yes	FFY2022 BIL GS-1	0.00	
CWSRF 099	Santa Rosa, City of	4/12/2023	147,275.00	0.00	Yes		147,275.00	FFY2022 Base
CWSRF 125	Camino Real Regional Utility Authority	4/17/2023	4,000,000.00	0.00	Yes	FFY2022 Base	0.00	
CWSRF 126	Bernalillo, Town of	5/8/2023	1,500,000.00	641,620.00	Yes	FFY2022 BIL GS-1	0.00	
			51,911,429.84	5,075,768.44			10,485,403.67	

CWSRF - Agreement Remaining Balances

through 6/30/2023

CWSRF 125	Authority (CRRUA)	SRF	4,000,000.00	0.00	4,000,000.00	0.00	0.00	0.00	4,000,000.00	0.00	4,000,000.00
CWSRF 126	Bernalillo, Town of	SRF	858,380.00	641,620.00	1,500,000.00	0.00	0.00	0.00	858,380.00	641,620.00	1,500,000.00
CWSRF EQ 110	Los Alamos County	SRF	25,000,000.00	0.00	25,000,000.00	9,006,483.41	0.00	9,006,483.41	15,993,516.59	0.00	15,993,516.59
Grand Total: (36 records)			89,827,570.14	17,004,061.44	106,831,631.58	32,336,646.14	8,154,878.82	40,491,524.96	57,490,924.00	8,849,182.62	66,340,106.62

Attachment 5
CWSRF - Loan Balances

Project Number	Party	Total Disbursements	Contraction Period Interest	Grant/ Forgiven Amount	Principal Repayments	Loan Balance
In Repayment						
ARRA CWSRF 02L	Ruidoso Downs, City of	100,000.00	0.00	0.00	55,199.75	44,800.25
ARRA CWSRF 05L	Eagle Nest, Village of	199,978.21	0.00	0.00	99,508.52	100,469.69
ARRA CWSRF 06L	Elephant Butte, City of	458,435.91	8,177.97	0.00	258,137.09	208,476.79
ARRA CWSRF 08L	Logan, Village of	361,784.00	0.00	0.00	217,070.40	144,713.60
ARRA CWSRF 09L	Los Alamos County	231,831.92	2,979.58	0.00	124,019.55	110,791.95
ARRA CWSRF 10L	Questa, Village of	49,890.80	0.00	0.00	24,945.40	24,945.40
ARRA CWSRF 12L	San Miguel County	93,464.61	0.00	0.00	46,909.43	46,555.18
ARRA CWSRF 13L	Santa Rosa, City of	500,000.00	0.00	0.00	300,000.00	200,000.00
ARRA CWSRF 14L	Socorro, City of	75,075.00	0.00	0.00	52,552.50	22,522.50
ARRA CWSRF 15L	Taos, Town of	1,200,000.00	0.00	0.00	600,000.00	600,000.00
ARRA CWSRF 17L	Wagon Mound, Village of	102,505.73	0.00	0.00	61,503.48	41,002.25
CWSRF 001	Hobbs, City of	29,987,932.79	1,431,168.50	0.00	17,343,268.39	14,075,832.90
CWSRF 002	Clovis, City of	8,433,719.91	305,693.53	0.00	6,220,192.59	2,519,220.85
CWSRF 003	Espanola, City of	5,973,445.01	164,898.79	0.00	4,075,849.22	2,062,494.58
CWSRF 004	Las Vegas, City of	7,146,582.00	0.00	0.00	5,002,607.40	2,143,974.60
CWSRF 005R	Bayard, City of	1,326,952.32	0.00	0.00	746,100.68	580,851.64
CWSRF 006L	Sandoval County	360,000.00	0.00	0.00	136,108.17	223,891.83
CWSRF 007	Los Lunas, Village of	15,925,456.63	0.00	0.00	8,732,891.13	7,192,565.50
CWSRF 009R	Aztec, City of	5,000,000.00	0.00	0.00	3,348,410.70	1,651,589.30
CWSRF 010	Carlsbad, City of	17,575,220.17	1,839,000.32	0.00	4,372,948.24	15,041,272.25
CWSRF 012R	Farmington, City of	21,985,996.74	0.00	0.00	4,116,060.72	17,869,936.02
CWSRF 014LR	El Valle de Los Ranchos Water & Sanitation District	430,000.00	0.00	0.00	177,294.99	252,705.01
CWSRF 016L	Las Vegas, City of	356,000.00	0.00	0.00	89,000.00	267,000.00
CWSRF 018 L	SSCAFCA Southern Sandoval County Arroyo Flood Control	1,250,000.00	0.00	0.00	321,983.62	928,016.38
CWSRF 019 L	Jemez Springs, Village of	135,726.00	0.00	0.00	52,479.72	83,246.28
CWSRF 020 L	Belen, City of	768,869.30	0.00	0.00	199,615.04	569,254.26
CWSRF 021R	Aztec, City of	3,674,802.49	0.00	350,000.00	490,856.00	2,833,946.49
CWSRF 022 L	Socorro, City of	950,000.00	0.00	0.00	380,000.00	570,000.00
CWSRF 023 L	Portales, City of	26,580,000.00	0.00	0.00	7,974,000.00	18,606,000.00
CWSRF 025R	Socorro, City of	587,465.82	0.00	170,000.00	104,366.45	313,099.37
CWSRF 026R	El Valle de Los Ranchos Water & Sanitation District	1,526,978.74	30,317.47	343,444.00	276,884.96	936,967.25
CWSRF 028	San Juan County	921,206.11	0.00	248,281.00	162,910.43	510,014.68
CWSRF 029	Grants, City of	16,489,720.34	0.00	630,000.00	1,321,643.36	14,538,076.98
CWSRF 053	Taos, Town of	1,960,662.00	0.00	1,150,000.00	0.00	810,662.00
CWSRF 054	Rio Arriba County	1,409,586.41	25,890.00	460,000.00	30,452.85	945,023.56
CWSRF 055	Los Lunas, Village of	7,826,879.40	0.00	404,594.00	0.00	7,422,285.40
CWSRF 057	Peralta, Town of	3,000,000.00	0.00	1,500,000.00	188,980.00	1,311,020.00
CWSRF 058	Belen, City of	1,101,714.92	0.00	0.00	55,085.75	1,046,629.17
CWSRF 059	SSCAFCA Southern Sandoval County Arroyo Flood Control	544,245.81	0.00	150,000.00	34,661.63	359,584.18
CWSRF 060	Los Lunas, Village of	582,600.00	0.00	0.00	55,679.80	526,920.20
CWSRF 061	Cuba, Village of	2,121,132.00	0.00	1,716,432.00	80,940.00	323,760.00
CWSRF 062	Santa Rosa, City of	825,308.78	0.00	160,000.00	99,796.32	565,512.46
CWSRF 063	Tijeras, Village of	561,722.01	0.00	150,000.00	23,790.82	387,931.19
CWSRF 064	Hobbs, City of	6,143,300.00	41,505.13	0.00	836,328.03	5,348,477.10
CWSRF 068	Estancia Valley Solid Waste Authority	884,406.81	0.00	100,000.00	117,661.02	666,745.79
CWSRF 071	Las Vegas, City of	1,000,000.00	0.00	150,000.00	0.00	850,000.00
CWSRF 074	Santa Rosa, City of	46,479.60	0.00	0.00	27,887.76	18,591.84
CWSRF 075	El Valle de Los Ranchos Water & Sanitation District	1,693,444.00	27,930.69	150,000.00	74,901.86	1,496,472.83
CWSRF 077	Grants, City of	1,013,832.47	16,045.55	0.00	68,383.51	961,494.51
CWSRF 078	Grants, City of	2,401,818.77	0.00	0.00	192,145.50	2,209,673.27
CWSRF 080	Fort Sumner, Village of	544,021.20	0.00	524,021.20	4,000.00	16,000.00
CWSRF 083	Los Alamos County	6,198,226.20	61,455.09	0.00	0.00	6,259,681.29
CWSRF 084	Cimarron, Village of	500,000.00	0.00	250,000.00	22,414.03	227,585.97
CWSRF 090	Wagon Mound, Village of	135,504.50	0.00	60,000.00	3,564.54	71,939.96
CWSRF 091	Bloomfield, City of	100,000.00	0.00	90,000.00	5,928.29	4,071.71
CWSRF 095	Farmington, City of	2,000,000.00	0.00	0.00	99,905.03	1,900,094.97
CWSRF 100	Fort Sumner, Village of	148,825.85	0.00	98,825.85	9,900.50	40,099.50
CWSRF 101	Bloomfield, City of	37,857.26	54.91	0.00	14,894.08	23,018.09
CWSRF 104	Roosevelt County	625,000.00	0.00	300,000.00	31,775.44	293,224.56
CWSRF 113	El Valle de Los Ranchos Water & Sanitation District	1,934,663.99	0.00	500,000.00	0.00	1,434,663.99
CWSRF 1438037	Los Lunas, Village of	3,217,000.00	0.00	0.00	2,665,604.53	551,395.47
CWSRF 1438040	Farmington, City of	12,830,162.50	1,348,028.32	0.00	10,719,342.05	3,458,848.77
CWSRF 1438041	Willard, Village of	63,000.00	0.00	0.00	59,543.38	3,456.62
CWSRF 1438042	Las Vegas, City of	9,250,540.00	0.00	0.00	7,096,383.50	2,154,156.50
CWSRF 1438047	Dona Ana County	4,475,219.20	264,794.44	0.00	3,116,250.25	1,623,763.39
CWSRF 1438048	Lovington, City of	5,500,000.00	313,966.28	0.00	3,511,501.29	2,302,464.99
CWSRF 1438049R	Taos Ski Valley, Village of	1,641,757.25	0.00	0.00	1,248,477.48	393,279.77
CWSRF 1438143R	Los Alamos County	13,108,048.61	1,247,056.38	0.00	9,176,044.26	5,179,060.73
CWSRF 1438146	Bloomfield, City of	2,700,000.00	92,005.49	0.00	2,261,169.51	530,835.98
CWSRF 195005/1438145	Los Lunas, Village of	3,018,866.00	103,747.47	0.00	2,411,810.85	710,802.62
CWSRF LP 111	El Valle de Los Ranchos Water & Sanitation District	269,148.36	0.00	0.00	37,431.06	231,717.30
Total for Projects - In Repayment: (71 records)		272,174,014.45	7,324,715.91	9,655,598.05	111,867,952.85	157,975,179.46
In Disbursement						
CWSRF 065	Gallup, City of	2,738,976.15	0.00	0.00	0.00	2,738,976.15
CWSRF 066	Chama, Village of	982,261.13	0.00	451,172.50	0.00	531,088.63
CWSRF 067	Anthony, City of	142,500.00	0.00	55,000.00	0.00	87,500.00
CWSRF 072	Springer, Town of	2,445,717.44	0.00	1,703,717.44	0.00	742,000.00
CWSRF 076	Espanola, City of	114,866.54	0.00	0.00	0.00	114,866.54
CWSRF 088	Santa Fe, City of	1,263,959.77	0.00	0.00	0.00	1,263,959.77
CWSRF 092	Anthony WSD	208,014.59	0.00	158,014.59	0.00	50,000.00

CWSRF - Loan Balances

CWSRF 097	Roswell, City of	4,366,331.80	0.00	285,000.00	0.00	4,081,331.80
CWSRF 098	Truth or Consequences, City of	30,588.49	0.00	0.00	0.00	30,588.49
CWSRF 099	Santa Rosa, City of	1,021,057.41	0.00	234,000.00	0.00	787,057.41
CWSRF 102	Tucumcari, City of	1,121,005.89	0.00	0.00	0.00	1,121,005.89
CWSRF 103	Bloomfield, City of	11,685,530.77	0.00	4,350,000.00	0.00	7,335,530.77
CWSRF 106	Hatch, Village of	136,966.89	0.00	0.00	0.00	136,966.89
CWSRF 107	Angel Fire, Village of	5,078,438.83	0.00	819,148.44	0.00	4,259,290.39
CWSRF EQ 110	Los Alamos County	9,006,483.41	0.00	0.00	0.00	9,006,483.41
Total for Projects - In Disbursement: (15 records)		40,342,699.11	0.00	8,056,052.97	0.00	32,286,646.14
Grand Total: (86 records)		312,516,713.56	7,324,715.91	17,711,651.02	111,867,952.85	190,261,825.60

Clean Water SRF Reporting
 Net Assistance Provided for New
 Mexico 7/1/2022 through 6/30/2023

Tracking Number	Borrower	1st Agreement Date in Selected Period	Subsidy Amount	GPR Amount	Population Served by Project	
CWSRF 053	Taos, Town of	9/30/2022	-39,338.00	0.00	-39,338.00	0
CWSRF 055	Los Lunas, Village of	10/3/2022	-296,120.60	0.00	0.00	0
CWSRF 065	Gallup, City of	3/6/2023	-13,250,000.00	0.00	-6,551,651.58	0
CWSRF 083	Los Alamos County	2/23/2023	-23,801,773.80	0.00	-3,934,786.17	0
CWSRF 086	Angel Fire, Village of	8/30/2022	-2,500,000.00	-300,000.00	0.00	0
CWSRF 099	Santa Rosa, City of	4/12/2023	147,275.00	0.00	147,275.00	0
CWSRF 107	Angel Fire, Village of	8/3/2022	9,799,598.84	819,148.44	0.00	1,216
CWSRF 108	Mora MDWCA & MSA	9/7/2022	300,000.00	275,000.00	0.00	696
CWSRF 113	El Valle de Los Ranchos Water	5/11/2023	-65,336.01	0.00	0.00	0
CWSRF 115	Ruidoso, Village of	12/12/2022	4,874,556.00	0.00	4,874,556.00	0
CWSRF 116	Jemez Springs, Village of	11/2/2022	50,000.00	50,000.00	0.00	0
CWSRF 117	Clavton, Town of	10/17/2022	200,000.00	200,000.00	0.00	2,982
CWSRF 118	Cimarron, Village of	10/21/2022	260,000.00	260,000.00	0.00	1,100
CWSRF 119	Santa Rosa, City of	11/9/2022	1,500,000.00	0.00	1,500,000.00	0
CWSRF 120	Milan, Village of	1/9/2023	900,000.00	900,000.00	0.00	3,665
CWSRF 121	Fort Sumner, Village of	4/3/2023	1,630,000.00	1,580,000.00	0.00	0
CWSRF 122	Luna County	3/20/2023	1,600,000.00	200,000.00	1.00	0
CWSRF 123	Corrales, Village of	1/2/2023	75,000.00	75,000.00	0.00	0
CWSRF 124	Corrales, Village of	1/2/2023	75,000.00	75,000.00	0.00	8,329
CWSRF 125	Camino Real Regional Utility	4/17/2023	4,000,000.00	0.00	0.00	20,881
CWSRF 126	Bernalillo, Town of	5/8/2023	1,500,000.00	641,620.00	0.00	9,669
CWSRF EQ 110	Los Alamos County	9/7/2022	25,000,000.00	0.00	3,963,571.67	18,976
Total for 22 Agreements:			11,958,861.43	4,775,768.44	-40,372.08	

**New Mexico Environment Department
Water Protection Division
Construction Programs Bureau
1190 St. Francis Drive Rm. S2072
P.O. Box 5469
Santa Fe, New Mexico 87502
NMENV-cpbinfo@state.nm.us
EPA Region 6**

