

III. Summary of Points System Used to Establish Project Priority Ranking

Priority Ranking Criteria		Possible Points
A. Project Needs Category		
1.	Combined Sewer Overflow (CSO) Correction	40
2.	Sanitary Sewer Overflow (SSO) Correction	30
3.	Replacement or Rehabilitation of Aging Infrastructure, including correction of moderate infiltration and inflow (i.e., no associated SSO).	50
4.	New Treatment Plant	10
5.	New Collector Sewers and Appurtenances	10
6.	Decentralized Wastewater Treatment Systems	20
7.	Upgrade to Advanced Treatment	20
8.	Emerging Contaminants	100
9.	Optimization of Existing Treatment Plant	50
10.	New Interceptors and Appurtenances	10
11.	Storm Water Control	20
12.	Nonpoint Source (NPS) Pollution Control	20
13.	Recycled Water Distribution	10
14.	Planning	10
15.	Other (specify):	10/50
B. Regionalization		
1.	Will this project provide regionalization and/or consolidation of wastewater treatment systems? Proposed project reduces the number of NPDES discharges by regionalization.	20
2.	Will this project eliminate a package treatment plant that is more than 25 years old?	25
3.	Will this project eliminate a package treatment plant that has received notices of violations resulting in degradation of waters of Commonwealth within the last two state fiscal years?	25
C. Compliance and Enforcement		
1.	Is the project necessary to achieve full or partial compliance with a court order, agreed order, or a judicial or administrative consent decree?	50
2.	System has not received any Notices of Violation within the previous state fiscal year – July 2022-June 2023	25
D. Water Quality		
1.	Will the project allow the system to address existing Total Maximum Daily Load (TMDL)?	10

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2.	Will the project allow the system to address existing or projected nutrient TMDL?	30
3.	Will the project allow the system to address an approved Watershed Management Plan?	10
4.	Will the project make reasonable progress towards eliminating identified pollutant sources for waterbodies that appear on the <i>2014 Integrated Report to Congress on Water Quality in Kentucky</i> ?	20 points for each pollutant-waterbody combination
5.	Does the project eliminate existing or potential sources of pollution in groundwater sensitivity areas?	15 points for high or highest sensitivity 10 points for moderate sensitivity
6.	Is the project located within an identified SWAPP zone or WHPA?	10 for each Zone 1 or 3 7 for each Zone 2 or 2 3 for each Zone 3 or 1
7.	Will the project make reasonable progress towards eliminating identified pollutant sources of water quality impairments within an identified DOW Priority Watershed?	30
8.	Will the project have a positive effect on Special Use Waters?	10
9.	Will the project have a positive impact on drinking water sources within a 5-mile radius of its location?	10
10.	Will the project eliminate failing on-site septic tanks or straight pipes?	15

E. Financial Need

1.	Borrowers with a median household income (MHI) below 80 percent of the State's MHI as determined by the current American Community Survey (ACS) 5-Year Estimate	50
2.	Borrowers with a MHI between 80 and 100 percent of the State's MHI as determined by the current ACS 5-Year Estimate	30

F. Planning

1.	Asset Management Plan	
	Asset Inventory	20
	Strategic Plan	20
	Capital Improvement Plan	20
2.	System's monthly wastewater bill, based on 4,000 gallons, as a percentage of Median Household Income is:	
	Greater than or equal to 2.0%	10
	Between 1 and 1.99%	5
	Below 1%	0
3.	System Financial Audits	1

4.	System has specifically allocated funds for the rehabilitation and replacement of aging and deteriorating infrastructure	25
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G. Cyber Security

1.	Cyber security to protect against the unauthorized use of systems, networks, programs, and devices.	5
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H. Green Projects (See Green Project Reserve Guidance Document)

1.	<p><u>Green Infrastructure:</u> Green stormwater infrastructure includes a wide array of practices at multiple scales that manage wet weather and that maintains and restores natural hydrology by infiltrating, evapotranspiring and harvesting and using stormwater. On a regional scale, green infrastructure is the preservation and restoration of natural landscape features, such as forests, floodplains, and wetlands, coupled with policies such as infill and redevelopment that reduce overall imperviousness in a watershed. On the local scale, green infrastructure consists of site- and neighborhood-specific practices, such as:</p> <ul style="list-style-type: none"> • Implementation of green streets • Wet Weather management systems for parking areas • Implementation of comprehensive urban forestry programs • Stormwater harvesting and reuse • Downspout disconnection • Comprehensive retrofit programs designed to keep wet weather discharges out of sewer systems • Establishment or restoration of riparian buffers, floodplains, wetlands or other natural features • Management of wetlands • Purchase of land or easements on land that has a direct benefit to water quality 	10 pts. each/50 pts. Maximum
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2.	<p>Water Efficiency: The use of improved technologies and practices to deliver equal or better services with less water. Water efficiency encompasses conservation and reuse efforts, as well as water loss reduction and prevention, to protect water resources for the future. Examples include:</p> <ul style="list-style-type: none"> • Installing or retrofitting water efficient devices such as plumbing fixtures and appliances (toilets, showerheads, urinals) • Installing any type of water meter in previously unmetered areas (can include backflow prevention if in conjunction with meter replacement) • Replacing existing broken/malfunctioning water meters with AMR or smart meters, meters with leak detection, backflow prevention • Retrofitting/adding AMR capabilities or leak equipment to existing meters • Developing water audit and conservation plans, which are reasonably expected to result in a capital project • Recycling and water reuse projects that replace potable sources with non-potable sources (Gray water, condensate, and wastewater effluent reuse systems, extra treatment or distribution costs associated with water reuse) • Retrofit or replacement of existing landscape irrigation/agricultural systems to more efficient landscape/agricultural irrigation systems (rain and moisture sensing equipment) • Water meter replacement with traditional water meters * • Projects that result from a water audit or water conservation plan* • Storage tank replacement/rehabilitation to reduce water loss* • New water efficient landscape/agricultural irrigation system, where there currently is not one* 	15 pts. each
3.	<p>Energy Efficiency: Energy efficiency is the use of improved technologies and practices to reduce the energy consumption of water projects, use energy in a more efficient way, and/or produce/utilize renewable energy. Examples include:</p> <ul style="list-style-type: none"> • Renewable energy projects such as wind, solar, geothermal, and micro-hydroelectric, and biogas combined heat and power systems that provide power to a POTW • POTW-owned renewable energy projects • Collection system infiltration/inflow (I/I) detection equipment • POTW energy management planning, including energy assessments, energy audits, optimization studies, and sub-metering of individual processes to determine high energy use areas • Projects that achieve a reduction in energy consumption (pumps, motors)* • Projects that cost effectively eliminate pumps or pumping stations* • I/I correction projects that save energy from pumping and reduced treatment costs* • Replacing old motors with premium energy efficiency motors* • Upgrade of POTW lighting to energy efficient sources* • SCADA systems where substantial energy savings can be demonstrated* • Variable Frequency Drive (VFD) controllers where substantial energy savings can be demonstrated* 	15 pts. each

<p>4.</p>	<p>Environmentally Innovative: Environmentally innovative projects include those that demonstrate new and/or innovative approaches to delivering services or managing water resources in a more sustainable way. Examples include:</p> <ul style="list-style-type: none"> • Total integrated water resources management planning likely to result in a capital project • Utility sustainability plan consistent with EPA's sustainability policy • Greenhouse gas inventory or mitigation plan and submission of a GHG inventory to a registry as long as it is being done for an SRF eligible facility • Planning activities by a POTW to prepare for adaption to the long-term effects of climate change and/or extreme weather • Construction of US Building Council LEED certified buildings, or renovation of an existing building on POTW facilities • Decentralized wastewater treatment solutions to existing deficient or failing onsite wastewater systems • Constructed wetlands projects used for municipal wastewater treatment, polishing, and/or effluent disposal* • Projects that result from total/integrated water resource management planning consistent with the decision criteria for environmentally innovative projects and that are CWSRF eligible* • Projects that facilitate adaptation of POTWs to climate change identified by a carbon footprint assessment or climate adaption study* • POTW upgrades or retrofits that remove phosphorus for beneficial use, such as biofuel production with algae* • Projects that significantly reduce or eliminate the use of chemicals in wastewater treatment* • Treatment technologies that significantly reduce the volume of residuals, generation of residuals, or lower the amount of chemicals in the residuals* • Educational activities and demonstration projects for water or energy efficiency* • Projects that achieve the goals/objectives of utility asset management plans* • Sub-surface land application of effluent and other means for groundwater recharge, such as spray irrigation and overland flow* 	<p>10 pts. each/50 pts. maximum</p>
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I. Project Readiness

<p>1.</p>	Borrower has submitted complete technical plans and specifications to the Division of Water; and	<p>30</p>
<p>2.</p>	Borrower has conducted a full environmental review for all components of the project or has completed the cross-cutter scoping process (including eClearinghouse, US Fish and Wildlife service, National Resource Conservation Service, and US Army Corps of Engineers reviews); and	
<p>3.</p>	Borrower has received funding commitments from other funding sources, where applicable	

*Denotes that a business case may be required.

IV. Developing and Updating the Project Priority List and Intended Use Plan

In order for a project to be considered for funding from the CWSRF, it must appear on the Comprehensive Project Priority List for the state fiscal year in which the project will receive a binding commitment. To be included in this list, an eligible project applicant must complete or update a Project Profile (and related mapping) in the Water Resource Information System (WRIS)