



## Drinking Water State Revolving Fund Subsidized Loans and Additional Subsidization

The Drinking Water State Revolving Funds (SRF) provides subsidized loans and additional subsidization for water infrastructure that protects public health and the environment. Subsidized loans are loans at or below market rate. Additional subsidization is financial assistance that doesn't need to be repaid, including Principal Forgiveness, grants, and negative interest rates.

Each SRF sets their own subsidized interest rate. Some SRFs have multiple subsidized interest rates based various factors such as market rates, project type and applicant need. Because many interest rates are based on market rates, the SRF subsidized interest rates may change throughout the year. The 2019 average subsidized interest rate for a Drinking Water SRF loan was 1.6%. Please see the SRF Profiles at [www.cifanet.org/srf-profiles](http://www.cifanet.org/srf-profiles) for details and check with your SRF for the most recent rates in your state.

Federal law requires 14% of the 2020 federal capitalization grant for the Drinking Water SRF to be used for additional subsidization for any eligible applicant. Federal law also requires the Drinking Water SRF to use 6% of the annual federal capitalization grant for additional subsidization to disadvantaged communities and allows each SRF to use up to 30% of the annual federal capitalization grant in additional subsidization for applicants that meet affordability criteria.

For more information about the Clean Water and Drinking Water State Revolving Funds, visit [www.cifanet.org](http://www.cifanet.org).

State	Subsidized Interest Rates	Additional Subsidization
Alabama	2.2%	20%
Alaska	1%	20%
Arizona	2.15%	20%
Arkansas	0% - 2%	30% - 50%
California	1.4%	50%
Colorado	.5% - 2.5%	20%
Connecticut	2%	20% - 50%
Delaware	2%	20%
Florida	1.65%	30%
Georgia	1.94%	30% - 50%
Hawaii	0% - 2.15%	20% - 26%
Idaho	1.5% - 3%	25%

Illinois	1% - 2%	20% - 49%
Indiana	0% - 3%	20%
Iowa	1.75%	20%
Kansas	1.55%	26%
Kentucky	.5%, 1.5%, 2.5%	30%
Louisiana	2.45%	20%
Maine	1% plus 2% cost of funds	22% - 28%
Maryland	0.9%	20% - 48%
Massachusetts	0% - 2%	20%
Michigan		
Minnesota	1.10%	20%
Mississippi	1.95%	20% - 50%
Missouri	30% of market rate	20%
Montana	2.5%	20% - 30%
Nebraska	1.5% - 2%	20% - 30%
Nevada	1.54%	20% - 26%
New Hampshire	1.704%	20% - 25%
New Jersey	.96%	20% - 30%
New Mexico	0%, 1%, 3% and 4%	50%
New York	2/3 AAA market rate	20%
North Carolina	0% - 4%	20%
North Dakota	1.50%	20%
Ohio	0.98%	50%
Oklahoma	70% of market rate	20%
Oregon	80% of market rate	37%
Pennsylvania	1% - 2.17%	28%
Rhode Island	75% of market rate	20%
South Carolina	1.80%	23%
South Dakota	2.25%	50%
Tennessee	Varies, set at financial sufficiency review	20%
Texas	30% of market rate	28% - 35%
Utah	0% - 3.5%	20% - 30%
Vermont		
Virginia	100-150 basis points below municipal scale	20% - 25%
Washington	2.25%	20%
West Virginia	Tiered rates based on the Median Household Income	20% - 25%
Wisconsin	1.06% to 1.76%	20% - 50%
Wyoming		

\* Rates based on a 20-year loan. SRFs may have multiple rates based various factors, such as projects type, applicant need or loan term (shorter or longer terms). Rates may change. Please contact your SRF for the most recent interest rate.