

Resolution No. 2026-3506

A resolution of the City of Sanford, Florida relating to the State Revolving Fund loan program for the funding of drinking water facilities and specifically relating to the Florida Department of Environmental Protection (FDEP) Project Number DW5901B which is titled “Construction of an Ultraviolet Light Advanced Oxidation Process with Granular Activated Carbon to Remove Per- and Polyfluoroalkyl Substances, 1,4 Dioxane and Total Trihalomethanes from Drinking Water prior to Distribution”; providing for the annulment of this loan in the amount of \$3,638,751.00; making legislative and administrative findings; providing for legal authority: authorizing the execution and implementation of the loan annulment agreement with the FDEP as well as other implementing authority and actions; providing for powers of the Mayor, the City Manager, the City Clerk, the City Attorney and the City’s Finance Director; providing for conflicts; providing for severability and providing an effective date.

Whereas, provisions of the *Florida Statutes* provide for loans to local government agencies to finance the construction of drinking water facilities; and

Whereas, the administrative rules set forth in the *Florida Administrative Code* require specific authorization for municipalities to apply for loans to establish pledged revenues, that loan applicants must designate authorized representatives for certain purposes; that loan applicants must provide assurances of compliance with loan program requirements; and that successful loan applicants must enter into a loan agreement with the Department of Environmental Protection (hereinafter the "FDEP"); and

Whereas, the FDEP’s State Revolving Fund (hereinafter the "SRF") loan program has designated a City project, given FDEP Project Number DW5901B and titled “Construction of an Ultraviolet Light Advanced Oxidation Process with Granular Activated Carbon to Remove Per- and Polyfluoroalkyl Substances, 1,4 Dioxane and Total Trihalomethanes from Drinking Water prior to Distribution ” (hereinafter the "Project"), and the City and FDEP wish to enter into an agreement for the annulment of this loan;

and

Whereas, the said loan agreement is anticipated to be replaced by Infrastructure Investment and Jobs Act (IIJA) Emerging Contaminants (EC) FY 27 funding of approximately \$3,638,751.00 as partial funding for Project construction with 100 % loan forgiveness, and

Whereas, the overall Project cost is anticipated to be approximately \$55,75,755.00, which does not include City operational expenses annually incurred, but is anticipated to have 100% loan forgiveness.

Now, Therefore Be It Resolved by The City Commission of The City of Sanford, Florida, As Follows:

Section 1. Findings.

(a). The foregoing recitals (whereas clauses) are incorporated herein by reference and adopted as legislative and administrative findings in support of the matters set forth in this Resolution and made a part hereof together with the matters set forth in the City Commission agenda memorandum relating to the adoption of this Resolution.

(b). The City Manager may rely upon the matters set forth therein in taking administrative implementation actions hereunder.

Section 2. Authorized Representative Relative to Agreement Implementation/FDEP Assurances, Implementing Administrative Actions.

(a). The City Manager, or designee, is hereby designated as the authorized representative to the implementation of the Project. The City Manager is authorized to delegate responsibility to appropriate City staff to carry out technical, financial, and administrative activities associated with the annulment agreement.

(b). The City Manager shall be vested with all necessary authority to implement the provisions of this Resolution in accordance with sound and generally accepted public and fiscal management and procurement practices and principles and may delegate authority as deemed appropriate to effectively and efficiently implement the provisions of this Resolution.

(c). The City Manager shall continue to direct City staff and consultants in the evaluation of all utility system rates, fees and charges and take all necessary actions and make all necessary recommendations to the City Commission to ensure that the City's utility systems are operated in accordance with sound and generally acceptable fiscal management and practices.

(d). Further, The City Manager shall continue to direct City staff and consultants to address the 1,4 dioxane matter and pursue water capacity to serve the needs of the City in the future.

Section 3. Authorized Representative to Execute Agreement With FDEP; Additional Authorizations.

(a). The Mayor is hereby designated as the authorized officer to execute the loan annulment agreement with the FDEP.

(b). The City Clerk is hereby authorized to attest to the signature of the Mayor set forth in the FDEP loan annulment agreement.

(c). The City Finance Director is hereby authorized to take all actions related to the budget of the City and procurement of consultants in accordance with the requirements of controlling Florida law and the City's Purchasing Policies and Procedures.

(d). The City Attorney is authorized to issue such loan and legal assurances to

the FDEP in accordance with normative SRF loan processes and procedures of the FDEP.

Section 4. Conflicts.

All resolutions or parts of resolutions in conflict with this Resolution are hereby repealed.

Section 5. Severability.

If any section, sentence, phrase, word, or portion of this Resolution is determined to be invalid, unlawful or unconstitutional, said determination shall not be held to invalidate or impair the validity, force or effect of any other section, sentence, phrase, word, or portion of this Resolution not otherwise determined to be invalid, unlawful, or unconstitutional.

Section 6. Effective Date.

This Resolution shall become effective immediately upon adoption.

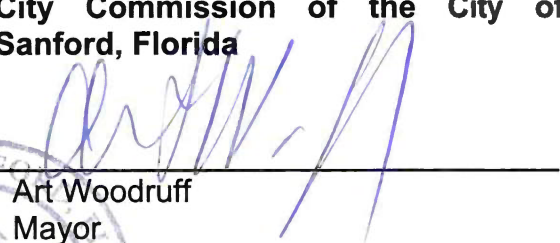
Passed and adopted this 14th day of September, 2026.

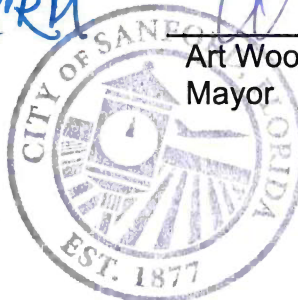
Attest:

**City Commission of the City of
Sanford, Florida**

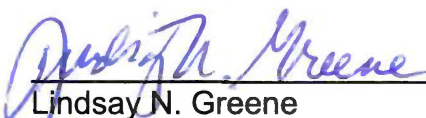


Traci Houchin, MMC, FCRM
City Clerk


Art Woodruff
Mayor



For use and reliance of the Sanford
City Commission only.
Approved as to form and legality.



Lindsay N. Greene
City Attorney

**STATE OF FLORIDA
DEPARTMENT OF ENVIRONMENTAL PROTECTION**

AND

CITY OF SANFORD, FLORIDA

**DRINKING WATER STATE REVOLVING FUND
CONSTRUCTION LOAN AGREEMENT
DW5901B0**

Florida Department of Environmental Protection
State Revolving Fund Program
Marjory Stoneman Douglas Building
3900 Commonwealth Boulevard, MS 3505
Tallahassee, Florida 32399-3000

DRINKING WATER STATE REVOLVING FUND CONSTRUCTION LOAN AGREEMENT

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**DRINKING WATER STATE REVOLVING FUND
CONSTRUCTION LOAN AGREEMENT
DW5901B0**

THIS AGREEMENT is executed by the STATE OF FLORIDA DEPARTMENT OF ENVIRONMENTAL PROTECTION (Department) and the CITY OF SANFORD, FLORIDA, (Project Sponsor) existing as a local governmental entity under the laws of the State of Florida. Collectively, the Department and the Project Sponsor shall be referred to as “Parties” or individually as “Party”.

RECITALS

Pursuant to Section 403.8532, Florida Statutes and Chapter 62-552, Florida Administrative Code, the Department is authorized to make loans to finance or refinance the construction of public water systems, the planning and design of which have been reviewed by the Department; and

The Project Sponsor has applied for financing of the Project, and the Department has determined that such Project meets all requirements for a Loan.

AGREEMENT

In consideration of the Department loaning money to the Project Sponsor, in the principal amount and pursuant to the covenants set forth below, it is agreed as follows:

ARTICLE I - DEFINITIONS

1.01. WORDS AND TERMS.

Words and terms used herein shall have the meanings set forth below:

- (1) “Agreement” or “Loan Agreement” shall mean this construction loan agreement.
- (2) “Authorized Representative” shall mean the official of the Project Sponsor authorized by ordinance or resolution to sign documents associated with the Loan.
- (3) “Capitalized Interest” shall mean the finance charge that accrues at the Financing Rate on Loan proceeds from the time of disbursement until six months before the first Semiannual Loan Payment is due. Capitalized Interest is financed as part of the Loan principal.
- (4) “Depository” shall mean a bank or trust company, having a combined capital and unimpaired surplus of not less than \$50 million, authorized to transact commercial banking or savings and loan business in the State of Florida and insured by the Federal Deposit Insurance Corporation.

(5) “Final Amendment” shall mean the final agreement executed between the parties that establishes the final terms for the Loan such as the final Loan amount, the Financing Rate, Loan Service Fee, amortization schedule and Semiannual Loan Payment amount.

(6) “Final Unilateral Amendment” shall mean the Loan Agreement unilaterally finalized by the Department after Loan Agreement and Project abandonment under Section 8.06 that establishes the final amortization schedule for the Loan.

(7) “Financing Rate” shall mean the charges, expressed as a percent per annum, imposed on the unpaid principal of the Loan.

(8) “Gross Revenues” shall mean all income or earnings received by the Project Sponsor from the ownership or operation of its Utility System, including investment income, all as calculated in accordance with generally accepted accounting principles. Gross Revenues shall not include proceeds from the sale or other disposition of any part of the Utility System, condemnation awards or proceeds of insurance, except use and occupancy or business interruption insurance, received with respect to the Utility System.

(9) “Loan” shall mean the amount of money to be loaned pursuant to this Agreement and subsequent amendments.

(10) “Loan Application” shall mean the completed form which provides all information required to support obtaining construction loan financial assistance.

(11) “Loan Debt Service Account” shall mean an account, or a separately identified component of a pooled cash or liquid account, with a Depository established by the Project Sponsor for the purpose of accumulating Monthly Loan Deposits and making Semiannual Loan Payments.

(12) “Loan Service Fee” shall mean an origination fee which shall be paid to the Department by the Project Sponsor.

(13) “Local Governmental Entity” means a county, municipality, or special district.

(14) “Monthly Loan Deposit” shall mean the monthly deposit to be made by the Project Sponsor to the Loan Debt Service Account.

(15) “Operation and Maintenance Expense” shall mean the costs of operating and maintaining the Utility System determined pursuant to generally accepted accounting principles, exclusive of interest on any debt payable from Gross Revenues, depreciation, and any other items not requiring the expenditure of cash.

(16) “Pledged Revenues” shall mean the specific revenues pledged as security for repayment of the Loan and shall be the Gross Revenues derived yearly from the operation of the Utility System after payment of the Operation and Maintenance Expense and the satisfaction of all yearly payment obligations on account of any senior or parity obligations issued pursuant to Section 7.02 of this Agreement.

(17) “Project” shall mean the works financed by this Loan and the Associated Loan and shall consist of furnishing all labor, materials, and equipment to construct an emerging contaminants removal system in accordance with the plans and specifications accepted by the Department for the “Sanford Main Water Treatment Plant Improvements for Contaminant Removal” contract.

The Project is in agreement with the planning documentation accepted by the Department effective October 4, 2024. A Florida Categorical Exclusion Notice was published on May 13, 2024, and no adverse comments were received.

(18) “Semiannual Loan Payment” shall mean the payment due from the Project Sponsor to the Department at six-month intervals.

(19) “Sewer System” shall mean all facilities owned by the Project Sponsor for collection, transmission, treatment and reuse of wastewater and its residuals.

(20) “Utility System” shall mean all devices and facilities of the Water System and Sewer System owned by the Project Sponsor.

(21) “Water System” shall mean all facilities owned by the Project Sponsor for supplying and distributing water for residential, commercial, industrial, and governmental use.

1.02. CORRELATIVE WORDS.

Words of the masculine gender shall be understood to include correlative words of the feminine and neuter genders. Unless the context shall otherwise indicate, the singular shall include the plural and the word “person” shall include corporations and associations, including public entities, as well as natural persons.

ARTICLE II - WARRANTIES, REPRESENTATIONS AND COVENANTS

2.01. WARRANTIES, REPRESENTATIONS AND COVENANTS.

The Project Sponsor warrants, represents and covenants that:

(1) The Project Sponsor has full power and authority to enter into this Agreement and to comply with the provisions hereof.

(2) The Project Sponsor currently is not the subject of bankruptcy, insolvency, or reorganization proceedings and is not in default of, or otherwise subject to, any agreement or any law, administrative regulation, judgment, decree, note, resolution, charter or ordinance which would currently restrain or enjoin it from entering into, or complying with, this Agreement.

(3) There is no material action, suit, proceeding, inquiry or investigation, at law or in equity, before any court or public body, pending or, to the best of the Project Sponsor's knowledge, threatened, which seeks to restrain or enjoin the Project Sponsor from entering into or complying with this Agreement.

(4) All permits, real property interests, and approvals required as of the date of this Agreement have been obtained for construction and use of the Project. The Project Sponsor knows of no reason why any future required permits or approvals are not obtainable.

(5) The Project Sponsor shall undertake the Project on its own responsibility, to the extent permitted by law.

(6) To the extent permitted by law, the Project Sponsor shall release and hold harmless the State, its officers, members, and employees from any claim arising in connection with the Project Sponsor's actions or omissions in its planning, engineering, administrative, and construction activities financed by this Loan or its operation of the Project.

(7) All Project Sponsor representations to the Department, pursuant to the Loan Application and Agreement, were true and accurate as of the date such representations were made. The financial information delivered by the Project Sponsor to the Department was current and correct as of the date such information was delivered. The Project Sponsor shall comply with Chapter 62-552, Florida Administrative Code, and all applicable State and Federal laws, rules, and regulations which are identified in the Loan Application or Agreement. Disadvantaged Business Enterprise goals as stated in the plans and specifications apply to this Project. To the extent that any assurance, representation, or covenant requires a future action, the Project Sponsor shall take such action to comply with this agreement.

(8) The Project Sponsor shall maintain records using Generally Accepted Accounting principles established by the Financial Accounting Standards Board. As part of its bookkeeping system, the Project Sponsor shall keep accounts of the Utility System separate from all other accounts and it shall keep accurate records of all revenues, expenses, and expenditures relating to the Utility System, and of the Pledged Revenues, Loan disbursement receipts, and Loan Debt Service Account.

(9) In the event the anticipated Pledged Revenues are shown by the Project Sponsor's annual budget to be insufficient to make the Semiannual Loan Payments for such Fiscal Year when due, the Project Sponsor shall include in such budget other legally available non-ad valorem funds which will be sufficient, together with the Pledged Revenues, to make the Semiannual Loan Payments. Such other legally available non-ad valorem funds shall be budgeted in the regular annual governmental budget and designated for the purpose provided by this Subsection, and the Project Sponsor shall collect such funds for application as provided herein. The Project Sponsor shall notify the Department immediately in writing of any such budgeting of other legally available non-ad valorem funds. Nothing in this covenant shall be construed as creating a pledge, lien, or charge upon any such other legally available non-ad valorem funds; requiring the Project Sponsor to levy or appropriate ad valorem tax revenues; or preventing the Project Sponsor from pledging to the payment of any bonds or other obligations all or any part of such other legally available non-ad valorem funds.

(10) Pursuant to Section 216.347 of the Florida Statutes, the Project Sponsor shall not use this Loan for the purpose of lobbying the Florida Legislature, the Judicial Branch, or a State agency.

(11) The Project Sponsor agrees to construct the Project in accordance with the Project schedule set forth in Section 10.07. Delays incident to strikes, riots, acts of God, and other events beyond the reasonable control of the Project Sponsor are excepted. If for any reason construction is not completed as scheduled, there shall be no resulting diminution or delay in the Semiannual Loan Payment or the Monthly Loan Deposit.

(12) The Project Sponsor covenants that this Agreement is entered into for the purpose of constructing, refunding, or refinancing the Project which will in all events serve a public purpose. The Project Sponsor covenants that it will, under all conditions, complete and operate the Project to fulfill the public need.

(13) The Project Sponsor shall update the revenue generation system annually to assure that sufficient revenues are generated for debt service; operation and maintenance; replacement of equipment, accessories, and appurtenances necessary to maintain the system design capacity and performance during its design life; and to make the system financially self-sufficient.

2.02. LEGAL AUTHORIZATION.

Upon signing this Agreement, the Project Sponsor's legal counsel hereby expresses the opinion, subject to laws affecting the rights of creditors generally, that:

(1) This Agreement has been duly authorized by the Project Sponsor and shall constitute a valid and legal obligation of the Project Sponsor enforceable in accordance with its terms upon execution by both parties; and

(2) This Agreement identifies the revenues pledged for repayment of the Loan, and the pledge is valid and enforceable.

2.03. AUDIT AND MONITORING REQUIREMENTS.

The Project Sponsor agrees to the following audit and monitoring requirements.

(1) The financial assistance authorized pursuant to this Loan Agreement consists of the following:

Federal Resources, Including State Match, Awarded to the Recipient Pursuant to this Agreement Consist of the Following:					
Federal Program Number	Federal Agency	CFDA Number	CFDA Title	Funding Amount	State Appropriation Category
4D-02D37924-1	EPA	66.468	Capitalization Grants for Drinking Water State Revolving Fund	\$3,638,751	140129

(2) Audits.

(a) In the event that the Project Sponsor expends \$1,000,000 or more in Federal awards in its fiscal year, the Project Sponsor must have a Federal single audit or program specific audit conducted in accordance with the provisions of 2 CFR Part 200, Subpart F. In determining the Federal awards expended in its fiscal year, the Project Sponsor shall consider all sources of Federal awards, including Federal resources received from the Department. The determination of amounts of Federal awards expended should be in accordance with the guidelines established by 2 CFR 200.502-503. An audit of the Project Sponsor conducted by the Auditor General in accordance with the provisions of 2 CFR 200.514 will meet the requirements of this part.

(b) In connection with the audit requirements addressed in the preceding paragraph (a), the Project Sponsor shall fulfill the requirements relative to auditee responsibilities as provided in 2 CFR 200.508-512.

(c) If the Project Sponsor expends less than \$1,000,000 in Federal awards in its fiscal year, an audit conducted in accordance with the provisions of 2 CFR Part 200, Subpart F, is not required. The Project Sponsor shall inform the Department of findings and recommendations pertaining to the State Revolving Fund in audits conducted by the Project Sponsor. In the event that the Project Sponsor expends less than \$1,000,000 in Federal awards in its fiscal year and elects to have an audit conducted in accordance with the provisions of 2 CFR Part 200, Subpart F, the cost of the audit must be paid from non-Federal resources (i.e., the cost of such an audit must be paid from Project Sponsor resources obtained from other than Federal entities).

(d) The Project Sponsor may access information regarding the Catalog of Federal Domestic Assistance (CFDA) via the internet at <https://sam.gov/>.

(3) Report Submission.

(a) Copies of reporting packages for audits conducted in accordance with 2 CFR Part 200, Subpart F, and required by Subsection 2.03(2) of this Agreement shall be submitted, when required by 2 CFR Part 200, Subpart F, by or on behalf of the Project Sponsor directly to each of the following:

(i) The Department at one of the following addresses:

By Mail:

Audit Director

Florida Department of Environmental Protection
Office of the Inspector General, MS40
3900 Commonwealth Boulevard
Tallahassee, Florida 32399-30000

or

Electronically:

FDEPSingleAudit@dep.state.fl.us

(ii) The Federal Audit Clearinghouse designated in 2 CFR Section 200.501(a) at the following address:

<https://harvester.census.gov/facweb/>

(iii) Other Federal agencies and pass-through entities in accordance with 2 CFR Section 200.512.

(b) Pursuant to 2 CFR Part 200, Subpart F, the Project Sponsor shall submit a copy of the reporting package described in 2 CFR Part 200, Subpart F, and any management letters issued by the auditor, to the Department at the address listed under Subsection 2.03(3)(a)(i) of this Agreement.

(c) Any reports, management letters, or other information required to be submitted to the Department pursuant to this Agreement shall be submitted timely in accordance with 2 CFR Part 200, Subpart F, Florida Statutes, or Chapters 10.550 (local governmental entities) or 10.650 (nonprofit and for-profit organizations), Rules of the Auditor General, as applicable.

(d) Project Sponsors, when submitting financial reporting packages to the Department for audits done in accordance with 2 CFR Part 200, Subpart F, or Chapters 10.550 (local governmental entities) or 10.650 (nonprofit and for-profit organizations), Rules of the Auditor General, should indicate the date that the reporting package was delivered to the Project Sponsor in correspondence accompanying the reporting package.

(4) Record Retention.

The Project Sponsor shall retain sufficient records demonstrating its compliance with the terms of this Agreement for a period of five years from the date of the Final Amendment, and shall allow the Department, or its designee, Chief Financial Officer, or Auditor General access to such records upon request. The Project Sponsor shall ensure that audit working papers are made available to the Department, or its designee, Chief Financial Officer, or Auditor General upon request for a period of five years from the date of the Final Amendment, unless extended in writing by the Department.

(5) Monitoring.

In addition to reviews of audits conducted in accordance with 2 CFR Part 200, Subpart F, as revised (see audit requirements above), monitoring procedures may include, but not be limited to, on-site visits by Department staff, limited scope audits as defined by 2 CFR Part 200, Subpart F., and/or other procedures. By entering into this Agreement, the Project Sponsor agrees to comply and cooperate with any monitoring procedures/processes deemed appropriate by the Department. In the event the Department determines that a limited scope audit of the Project Sponsor is appropriate, the Project Sponsor agrees to comply with any additional instructions provided by the Department to the Project Sponsor regarding such audit. The Project Sponsor understands its duty, pursuant to Section 20.055(5), F.S., to cooperate with the Inspector General in any investigation, audit, inspection, review, or hearing. The Project Sponsor will comply with this duty and ensure that any subcontracts issued under this Agreement will impose this requirement, in writing, on its subcontractors.

ARTICLE III - LOAN REPAYMENT ACCOUNT

3.01. LOAN DEBT SERVICE ACCOUNT.

The Project Sponsor shall establish a Loan Debt Service Account with a Depository and begin making Monthly Loan Deposits no later than the date set forth for such action in Section 10.07 of this Agreement.

Beginning six months prior to each Semiannual Loan Payment, the Project Sponsor shall make six Monthly Loan Deposits. The first five deposits each shall be at least equal to one-sixth of the Semiannual Loan Payment. The sixth Monthly Loan Deposit shall be at least equal to the amount required to make the total on deposit in the Loan Debt Service Account equal to the Semiannual Loan Payment amount, taking into consideration investment earnings credited to the account pursuant to Section 3.02.

Any month in which the Project Sponsor fails to make a required Monthly Loan Deposit, the Project Sponsor's chief financial officer shall notify the Department of such failure. In addition, the Project Sponsor agrees to budget, by amendment if necessary, payment to the Department from other legally available non-ad valorem funds all sums becoming due before the same become delinquent. This requirement shall not be construed to give superiority to the Department's claim on any revenues over prior claims of general creditors of the Project Sponsor, nor shall it be construed to give the Department the power to require the Project Sponsor to levy and collect any revenues other than Pledged Revenues.

3.02. INVESTMENT OF LOAN DEBT SERVICE ACCOUNT MONEYS.

Moneys on deposit in the Loan Debt Service Account shall be invested pursuant to the laws of the State of Florida. Such moneys may be pooled for investment purposes. The maturity or redemption date of investments shall be not later than the date upon which such moneys may be needed to make Semiannual Loan Payments. The investment earnings shall be credited to the Loan Debt Service Account and applied toward the Monthly Loan Deposit requirements.

3.03. LOAN DEBT SERVICE ACCOUNT WITHDRAWALS.

The withdrawal of moneys from the Loan Debt Service Account shall be for the sole purpose of making the Semiannual Loan Payment or for discharging the Project Sponsor's obligations pursuant to Section 8.01.

3.04. ASSETS HELD IN TRUST.

The assets in all accounts created under this Loan Agreement shall be held in trust for the purposes provided herein and used only for the purposes and in the manner prescribed in this Agreement; and, pending such use, said assets shall be subject to a lien and charge in favor of the Department.

ARTICLE IV - PROJECT INFORMATION

4.01. PROJECT CHANGES.

Project changes prior to bid opening shall be made by addendum to plans and specifications. Changes after bid opening shall be made by change order. The Project Sponsor shall submit all addenda and all change orders to the Department for an eligibility determination. After execution of all construction, equipment and materials contracts, the Project contingency may be reduced.

4.02. TITLE TO PROJECT SITE.

The Project Sponsor shall have an interest in real property sufficient for the construction and location of the Project free and clear of liens and encumbrances which would impair the usefulness of such sites for the intended use.

4.03. PERMITS AND APPROVALS.

The Project Sponsor shall have obtained, prior to the Department's authorization to award construction contracts, all permits and approvals required for construction of the Project or portion of the Project funded under this Agreement.

4.04. ENGINEERING SERVICES.

A professional engineer, registered in the State of Florida, shall be employed by, or under contract with, the Project Sponsor to oversee construction.

4.05. PROHIBITION AGAINST ENCUMBRANCES.

The Project Sponsor is prohibited from selling, leasing, or disposing of any part of the Utility System which would materially reduce operational integrity or Gross Revenues so long as this Agreement, including any amendments thereto, is in effect unless the written consent of the Department is first secured.

4.06. COMPLETION MONEYS.

In addition to the proceeds of this Loan, the Project Sponsor covenants that it has obtained, or will obtain, sufficient moneys from other sources to complete construction and place the Project in operation on, or prior to, the date specified in Article X. Failure of the Department to approve additional financing shall not constitute a waiver of the Project Sponsor's covenants to complete and place the Project in operation.

4.07. CLOSE-OUT.

The Department shall conduct a final inspection of the Project and Project records. Following the inspection, deadlines for submitting additional disbursement requests, if any, shall be established, along with deadlines for uncompleted Loan requirements, if any. Deadlines shall be incorporated into the Loan Agreement by amendment. The Loan principal shall be reduced

by any excess over the amount required to pay all approved costs. As a result of such adjustment, the Semiannual Loan Payment shall be reduced accordingly, as addressed in Section 10.05.

4.08. DISBURSEMENTS.

Disbursements shall be made only by the State Chief Financial Officer and only when the requests for such disbursements are accompanied by a Department certification that such withdrawals are proper expenditures. Disbursements shall be made directly to the Project Sponsor for reimbursement of the incurred construction costs and related services.

Disbursements for materials, labor, or services shall be made upon receipt of the following:

(1) A completed disbursement request form signed by the Authorized Representative. Such requests must be accompanied by sufficiently itemized summaries of the materials, labor, or services to identify the nature of the work performed; the cost or charges for such work; and the person providing the service or performing the work, and proof of payment.

(2) A certification signed by the Authorized Representative as to the current estimated costs of the Project; that the materials, labor, or services represented by the invoice have been satisfactorily purchased, performed, or received and applied to the project; that all funds received to date have been applied toward completing the Project; and that under the terms and provisions of the contracts, the Project Sponsor is required to make such payments.

(3) A certification by the engineer responsible for overseeing construction stating that equipment, materials, labor and services represented by the construction invoices have been satisfactorily purchased, or received, and applied to the Project in accordance with construction contract documents; stating that payment is in accordance with construction contract provisions; stating that construction, up to the point of the requisition, is in compliance with the contract documents; and identifying all additions or deletions to the Project which have altered the Project's performance standards, scope, or purpose since the issue of the Department construction permit.

(4) Such other certificates or documents by engineers, attorneys, accountants, contractors, or suppliers as may reasonably be required by the Department.

ARTICLE V - RATES AND USE OF THE UTILITY SYSTEM

5.01. RATE COVERAGE.

The Project Sponsor shall maintain rates and charges for the services furnished by the Utility System which will be sufficient to provide, in each Fiscal Year, Pledged Revenues equal to or exceeding 1.15 times the sum of the Semiannual Loan Payments due in such Fiscal Year.

5.02. NO FREE SERVICE.

The Project Sponsor shall not permit connections to, or furnish any services afforded by, the Utility System without making a charge therefore based on the Project Sponsor's uniform schedule of rates, fees, and charges.

5.03. MANDATORY CONNECTIONS.

The Project Sponsor shall adopt, as necessary, and enforce requirements, consistent with applicable laws, for the owner, tenant or occupant of each building located on a lot or parcel of land which is served, or may reasonably be served, by the Sewer System to connect such building to the Sewer System.

5.04. NO COMPETING SERVICE.

The Project Sponsor shall not allow any person to provide any services which would compete with the Utility System so as to adversely affect Gross Revenues.

5.05. MAINTENANCE OF THE UTILITY SYSTEM.

The Project Sponsor shall operate and maintain the Utility System in a proper, sound and economical manner and shall make all necessary repairs, renewals and replacements.

5.06. ADDITIONS AND MODIFICATIONS.

The Project Sponsor may make any additions, modifications or improvements to the Utility System which it deems desirable and which do not materially reduce the operational integrity of any part of the Utility System. All such renewals, replacements, additions, modifications and improvements shall become part of the Utility System.

5.07. COLLECTION OF REVENUES.

The Project Sponsor shall use its best efforts to collect all rates, fees and other charges due to it. The Project Sponsor shall establish liens on premises served by the Utility System for the amount of all delinquent rates, fees and other charges where such action is permitted by law. The Project Sponsor shall, to the full extent permitted by law, cause to discontinue the services of the Utility System and use its best efforts to shut off water service furnished to persons who are delinquent beyond customary grace periods in the payment of Utility System rates, fees and other charges.

ARTICLE VI - DEFAULTS AND REMEDIES

6.01. EVENTS OF DEFAULT.

Upon the occurrence of any of the following events (the Events of Default) all obligations on the part of Department to make any further disbursements hereunder shall, if Department elects, terminate. The Department may, at its option, exercise any of its remedies set forth in this Agreement, but Department may make any disbursements or parts of disbursements after the

happening of any Event of Default without thereby waiving the right to exercise such remedies and without becoming liable to make any further disbursement:

(1) Failure to make any Monthly Loan Deposit or to make any installment of the Semiannual Loan Payment when it is due and such failure shall continue for a period of 15 days.

(2) Except as provided in Subsection 6.01(1), failure to comply with the provisions of this Agreement, failure in the performance or observance of any of the covenants or actions required by this Agreement or the Suspension of this Agreement by the Department pursuant to Section 8.14, below, and such failure shall continue for a period of 30 days after written notice thereof to the Project Sponsor by the Department.

(3) Any warranty, representation or other statement by, or on behalf of, the Project Sponsor contained in this Agreement or in any information furnished in compliance with, or in reference to, this Agreement, which is false or misleading, or if Project Sponsor shall fail to keep, observe or perform any of the terms, covenants, representations or warranties contained in this Agreement, the Note, or any other document given in connection with the Loan (provided, that with respect to non-monetary defaults, Department shall give written notice to Project Sponsor, which shall have 30 days to cure any such default), or is unable or unwilling to meet its obligations thereunder.

(4) An order or decree entered, with the acquiescence of the Project Sponsor, appointing a receiver of any part of the Utility System or Gross Revenues thereof; or if such order or decree, having been entered without the consent or acquiescence of the Project Sponsor, shall not be vacated or discharged or stayed on appeal within 60 days after the entry thereof.

(5) Any proceeding instituted, with the acquiescence of the Project Sponsor, for the purpose of effecting a composition between the Project Sponsor and its creditors or for the purpose of adjusting the claims of such creditors, pursuant to any federal or state statute now or hereafter enacted, if the claims of such creditors are payable from Gross Revenues of the Utility System.

(6) Any bankruptcy, insolvency or other similar proceeding instituted by, or against, the Project Sponsor under federal or state bankruptcy or insolvency law now or hereafter in effect and, if instituted against the Project Sponsor, is not dismissed within 60 days after filing.

(7) Any charge is brought alleging violations of any criminal law in the implementation of the Project or the administration of the proceeds from this Loan against one or more officials of the Project Sponsor by a State or Federal law enforcement authority, which charges are not withdrawn or dismissed within 60 days following the filing thereof.

(8) Failure of the Project Sponsor to give immediate written notice of its knowledge of a potential default or an event of default, hereunder, to the Department and such failure shall continue for a period of 30 days.

6.02. REMEDIES.

All rights, remedies, and powers conferred in this Agreement and the transaction documents are cumulative and are not exclusive of any other rights or remedies, and they shall be in addition to every other right, power, and remedy that Department may have, whether specifically granted in this Agreement or any other transaction document, or existing at law, in equity, or by statute. Any and all such rights and remedies may be exercised from time to time and as often and in such order as Department may deem expedient. Upon any of the Events of Default and subject to the rights of others having prior liens on the Pledged Revenues, the Department may enforce its rights by, *inter alia*, any of the following remedies:

(1) By mandamus or other proceeding at law or in equity, cause to establish rates and collect fees and charges for use of the Utility System, and to require the Project Sponsor to fulfill this Agreement.

(2) By action or suit in equity, require the Project Sponsor to account for all moneys received from the Department or from the ownership of the Utility System and to account for the receipt, use, application, or disposition of the Pledged Revenues.

(3) By action or suit in equity, enjoin any acts or things which may be unlawful or in violation of the rights of the Department.

(4) By applying to a court of competent jurisdiction, cause to appoint a receiver to manage the Utility System, establish and collect fees and charges, and apply the revenues to the reduction of the obligations under this Agreement.

(5) By certifying to the Auditor General and the Chief Financial Officer delinquency on loan repayments, the Department may intercept the delinquent amount plus six percent, expressed as an annual interest rate, penalty of the amount due to the Department from any unobligated funds due to the Project Sponsor under any revenue or tax sharing fund established by the State, except as otherwise provided by the State Constitution or State law. Penalty interest shall accrue on any amount due and payable beginning on the 30th day following the date upon which payment is due.

(6) By notifying financial market credit rating agencies and potential creditors.

(7) By suing for payment of amounts due, or becoming due, with interest on overdue payments together with all costs of collection, including attorneys' fees.

(8) By accelerating the repayment schedule or increasing the interest rate on the unpaid principal of the Loan to as much as 1.667 times the Financing Rate.

6.03. DELAY AND WAIVER.

No course of dealing between Department and Project Sponsor, or any failure or delay on the part of Department in exercising any rights or remedies hereunder, shall operate as a waiver of any rights or remedies of Department, and no single or partial exercise of any rights or remedies hereunder shall operate as a waiver or preclude the exercise of any other rights or

remedies hereunder. No delay or omission by the Department to exercise any right or power accruing upon Events of Default shall impair any such right or power or shall be construed to be a waiver of any such default or acquiescence therein, and every such right and power may be exercised as often as may be deemed expedient. No waiver or any default under this Agreement shall extend to or affect any subsequent Events of Default, whether of the same or different provision of this Agreement, or shall impair consequent rights or remedies.

ARTICLE VII - THE PLEDGED REVENUES

7.01. SUPERIORITY OF THE PLEDGE TO THE DEPARTMENT.

From and after the effective date of this Agreement, the Department shall have a lien on the Pledged Revenues, which along with any other Department State Revolving Fund liens on the Pledged Revenues, of equal priority, will be prior and superior to any other lien, pledge or assignment with the following exception. All obligations of the Project Sponsor under this Agreement shall be junior, inferior, and subordinate in all respects in right of payment and security to any additional senior obligations issued with the Department's consent pursuant to Section 7.02. The Department may release its lien on such Pledged Revenues in favor of the Department if the Department makes a determination in its sole discretion, based upon facts deemed sufficient by the Department, that the remaining Pledged Revenues will, in each Fiscal Year, equal or exceed 1.15 times the debt service coming due in each Fiscal Year under the terms of this Agreement.

7.02. ADDITIONAL DEBT OBLIGATIONS.

The Project Sponsor may issue additional debt obligations on a parity with, or senior to, the lien of the Department on the Pledged Revenues provided the Department's written consent is obtained. Such consent may be granted if the Project Sponsor demonstrates at the time of such issuance that the Pledged Revenues, which may take into account reasonable projections of growth of the Utility System and revenue increases, plus revenues to be pledged to the additional proposed debt obligations will, during the period of time Semiannual Loan Payments are to be made under this Agreement, equal or exceed 1.15 times the annual combined debt service requirements of this Agreement and the obligations proposed to be issued by the Project Sponsor and will satisfy the coverage requirements of all other debt obligations secured by the Pledged Revenues.

ARTICLE VIII - GENERAL PROVISIONS

8.01. DISCHARGE OF OBLIGATIONS.

All Semiannual Loan payments required to be made under this Agreement shall be cumulative and any deficiencies in any Fiscal Year shall be added to the payments due in the succeeding year and all years thereafter until fully paid. Payments shall continue to be secured by this Agreement until all of the payments required shall be fully paid to the Department. If at any time the Project Sponsor shall have paid, or shall have made provision for the timely payment of, the entire principal amount of the Loan and interest, the pledge of, and lien on, the Pledged Revenues to the Department shall be no longer in effect. Deposit of sufficient cash, securities, or investments, authorized by law, from time to time, may be made to effect

defeasance of this Loan. However, the deposit shall be made in irrevocable trust with a banking institution or trust company for the sole benefit of the Department. There shall be no penalty imposed by the Department for early retirement of this Loan.

8.02. PROJECT RECORDS AND STATEMENTS.

Books, records, reports, engineering documents, contract documents, and papers shall be available to the authorized representatives of the Department for inspection at any reasonable time after the Project Sponsor has received a disbursement and until five years after the Final Amendment date.

8.03. ACCESS TO PROJECT SITE.

The Project Sponsor shall provide access to Project sites and administrative offices to authorized representatives of the Department at any reasonable time. The Project Sponsor shall cause its engineers and contractors to cooperate during Project inspections, including making available working copies of plans and specifications and supplementary materials.

8.04. ASSIGNMENT OF RIGHTS UNDER AGREEMENT.

The Department may assign any part of its rights under this Agreement after notification to the Project Sponsor. The Project Sponsor shall not assign rights created by this Agreement without the written consent of the Department.

8.05. AMENDMENT OF AGREEMENT.

This Agreement may be amended, in writing, except that no amendment shall be permitted which is inconsistent with statutes, rules, regulations, executive orders, or written agreements between the Department and the U.S. Environmental Protection Agency (EPA). This Agreement may be amended after all construction contracts are executed to re-establish the Project cost, Loan amount, Project schedule, and Semiannual Loan Payment amount. A Final Amendment establishing the final Project and the Loan Service Fee based on actual Project costs shall be completed after the Department's final inspection of the Project records.

8.06. ABANDONMENT, TERMINATION OR VOLUNTARY CANCELLATION.

Failure of the Project Sponsor to actively prosecute or avail itself of this Loan (including e.g. described in para 1 and 2 below) shall constitute its abrogation and abandonment of the rights hereunder, and the Department may then, upon written notification to the Project Sponsor, suspend or terminate this Agreement.

(1) Failure of the Project Sponsor to draw on the Loan proceeds within eighteen months after the effective date of this Agreement, or by the date set in Section 10.07 to establish the Loan Debt Service Account, whichever date occurs first.

(2) Failure of the Project Sponsor, after the initial Loan draw, to draw any funds under the Loan Agreement for twenty-four months, without approved justification or demonstrable progress on the Project.

Upon a determination of abandonment by the Department, the Loan will be suspended, and the Department will implement administrative close out procedures (in lieu of those in Section 4.07) and provide written notification of Final Unilateral Amendment to the Project Sponsor.

In the event that following the execution of this Agreement, the Project Sponsor decides not to proceed with this Loan, this Agreement can be cancelled by the Project Sponsor, without penalty, if no funds have been disbursed.

8.07. SEVERABILITY CLAUSE.

If any provision of this Agreement shall be held invalid or unenforceable, the remaining provisions shall be construed and enforced as if such invalid or unenforceable provision had not been contained herein.

8.08. SIGNAGE.

The Project Sponsor agrees to comply with signage guidance in order to enhance public awareness of EPA assistance agreements nationwide. A copy of this guidance is listed on the Department's webpage at <https://floridadep.gov/wra/srf/content/state-revolving-fund-resources-and-documents> as "Guidance for Meeting EPA's Signage Requirements".

8.09. DAVIS-BACON AND RELATED ACTS REQUIREMENTS.

(1) The Project Sponsor shall periodically interview 10% of the work force entitled to Davis-Bacon prevailing wages (covered employees) to verify that contractors or subcontractors are paying the appropriate wage rates. Project Sponsors shall immediately conduct interviews in response to an alleged violation of the prevailing wage requirements. As provided in 29 CFR 5.6(a)(5) all interviews must be conducted in confidence. The Project Sponsor must use Standard Form 1445 or equivalent documentation to memorialize the interviews. Copies of the SF 1445 are available from EPA on request.

(2) The Project Sponsor shall periodically conduct spot checks of a representative sample of weekly payroll data to verify that contractors or subcontractors are paying the appropriate wage rates. The Project Sponsor shall establish and follow a spot check schedule based on its assessment of the risks of noncompliance with Davis-Bacon posed by contractors or subcontractors and the duration of the contract or subcontract. At a minimum, if practicable, the subrecipient should spot check payroll data within two weeks of each contractor or subcontractor's submission of its initial payroll data and two weeks prior to the completion date of the contract or subcontract. Project Sponsors must conduct more frequent spot checks if the initial spot check or other information indicates that there is a risk that the contractor or subcontractor is not complying with Davis-Bacon. In addition, during the examinations the Project Sponsor shall verify evidence of fringe benefit plans and payments thereunder by contractors and subcontractors who claim credit for fringe benefit contributions.

(3) The Project Sponsor shall periodically review contractors' and subcontractors' use of apprentices and trainees to verify registration and certification with respect to apprenticeship and

training programs approved by either the U.S Department of Labor (DOL) or a state, as appropriate, and that contractors and subcontractors are not using disproportionate numbers of laborers, trainees, and apprentices. These reviews shall be conducted in accordance with the schedules for spot checks and interviews described in items (1) and (2) above.

(4) Project Sponsors must immediately report potential violations of the Davis-Bacon prevailing wage requirements to the appropriate DOL Wage and Hour District Office listed at <http://www.dol.gov/whd/america2.htm> and to the EPA Region 4 Water Division/Grants and Infrastructure Section by calling 404-562-9345. Additional information on Davis-Bacon guidance is located on the EPA website at: <https://www.epa.gov/grants/davis-bacon-and-related-acts-dbra>.

8.10. AMERICAN IRON AND STEEL REQUIREMENT.

The Project Sponsor's subcontracts must contain requirements that all of the iron and steel products used in the Project are in compliance with the American Iron and Steel requirement as described in Section 608 of the Federal Water Pollution Control Act unless the Project Sponsor has obtained a waiver pertaining to the Project or the Department has advised the Project Sponsor that the requirement is not applicable to the Project.

8.11. BUILD AMERICA, BUY AMERICA ACT ASSISTANCE REQUIREMENT.

The Project Sponsor's subcontracts must contain the following requirements: that all of the iron and steel, manufactured products, and construction materials used in the Project are to be produced in the United States ("Build America, Buy America Requirements") unless (i) the Project Sponsor has requested and obtained a waiver from the Department pertaining to the Project or the Project is otherwise covered by a general applicability waiver; or (ii) all of the contributing Agencies have otherwise advised the Project Sponsor in writing that the Build America, Buy America Requirements are not applicable to the Project.

8.12. RESERVED.

8.13. PUBLIC RECORDS ACCESS.

(1) The Project Sponsor shall comply with Florida Public Records law under Chapter 119, F.S. Records made or received in conjunction with this Agreement are public records under Florida law, as defined in Section 119.011(12), F.S. The Project Sponsor shall keep and maintain public records required by the Department to perform the services under this Agreement.

(2) This Agreement may be unilaterally canceled by the Department for refusal by the Project Sponsor to either provide to the Department upon request, or to allow inspection and copying of all public records made or received by the Project Sponsor in conjunction with this Agreement and subject to disclosure under Chapter 119, F.S., and Section 24(a), Article I, Florida Constitution.

(3) IF THE PROJECT SPONSOR HAS QUESTIONS REGARDING THE APPLICATION OF CHAPTER 119, FLORIDA STATUTES, TO THE

PROJECT SPONSOR'S DUTY TO PROVIDE PUBLIC RECORDS RELATING TO THIS AGREEMENT, CONTACT THE DEPARTMENT'S CUSTODIAN OF PUBLIC RECORDS AT (850)245-2118, by email at public.services@dep.state.fl.us, or at the mailing address below:

**Department of Environmental Protection
ATTN: Office of Ombudsman and Public Services
Public Records Request
3900 Commonwealth Blvd, MS 49
Tallahassee, FL 32399**

8.14. SCRUTINIZED COMPANIES.

(1) The Project Sponsor certifies that it and its subcontractors are not on the Scrutinized Companies that Boycott Israel List. Pursuant to Section 287.135, F.S., the Department may immediately terminate this Agreement at its sole option if the Project Sponsor or its subcontractors are found to have submitted a false certification; or if the Project Sponsor, or its subcontractors are placed on the Scrutinized Companies that Boycott Israel List or is engaged in the boycott of Israel during the term of the Agreement.

(2) If this Agreement is for more than one million dollars, the Project Sponsor certifies that it and its subcontractors are also not on the Scrutinized Companies with Activities in Sudan, Scrutinized Companies with Activities in the Iran Petroleum Energy Sector List, or engaged with business operations in Cuba or Syria as identified in Section 287.135, F.S. Pursuant to Section 287.135, F.S., the Department may immediately terminate this Agreement at its sole option if the Project Sponsor, its affiliates, or its subcontractors are found to have submitted a false certification; or if the Project Sponsor, its affiliates, or its subcontractors are placed on the Scrutinized Companies with Activities in Sudan List, or Scrutinized Companies with Activities in the Iran Petroleum Energy Sector List, or engaged with business operations in Cuba or Syria during the term of the Agreement.

(3) The Project Sponsor agrees to observe the above requirements for applicable subcontracts entered into for the performance of work under this Agreement.

(4) As provided in Subsection 287.135(8), F.S., if federal law ceases to authorize these contracting prohibitions then they shall become inoperative.

8.15. SUSPENSION.

The Department may suspend any or all of its obligations to Loan or provide financial accommodation to the Project Sponsor under this Agreement in the following events, as determined by the Department:

(1) The Project Sponsor abandons or discontinues the Project before its completion,

(2) The commencement, prosecution, or timely completion of the Project by the Project Sponsor is rendered improbable or the Department has reasonable grounds to be insecure in Project Sponsor's ability to perform, or

(3) The implementation of the Project is determined to be illegal, or one or more officials of the Project Sponsor in responsible charge of, or influence over, the Project is charged with violating any criminal law in the implementation of the Project or the administration of the proceeds from this Loan.

The Department shall notify the Project Sponsor of any suspension by the Department of its obligations under this Agreement, which suspension shall continue until such time as the event or condition causing such suspension has ceased or been corrected, or the Department has re-instated the Agreement.

Project Sponsor shall have no more than 30 days following notice of suspension hereunder to remove or correct the condition causing suspension. Failure to do so shall constitute a default under this Agreement.

Following suspension of disbursements under this Agreement, the Department may require reasonable assurance of future performance from Project Sponsor prior to re-instating the Loan. Such reasonable assurance may include, but not be limited to, a payment mechanism using two party checks, escrow or obtaining a Performance Bond for the work remaining.

Following suspension, upon failure to cure, correct or provide reasonable assurance of future performance by Project Sponsor, the Department may exercise any remedy available to it by this Agreement or otherwise and shall have no obligation to fund any remaining Loan balance under this Agreement.

8.16. CIVIL RIGHTS.

The Project Sponsor shall comply with all Title VI requirements of the Civil Rights Act of 1964, Section 504 of the Rehabilitation Act of 1973, which prohibit activities that are intentionally discriminatory and/or have a discriminatory effect based on race, color, national origin (including limited English proficiency), age, disability, or sex.

8.17. PROHIBITION ON CERTAIN TELECOMMUNICATIONS AND VIDEO SURVEILLANCE SERVICES OR EQUIPMENT.

The Project Sponsor and any contractors/subcontractors are prohibited from obligating or expending any Loan or Principal Forgiveness funds to procure or obtain; extend or renew a contract to procure or obtain; or enter into a contract (or extend or renew a contract) to procure or obtain equipment, services, or systems that uses covered telecommunications equipment or services as a substantial or essential component of any system, or as critical technology as part of any system. See Section 889 of Public Law 115-232 (National Defense Authorization Act 2019). Also, see 2 CFR 200.216 and 200.471.

ARTICLE IX - CONTRACTS AND INSURANCE

9.01. CONTRACTS.

(1) The following documentation is required to receive the Department's authorization to award construction contracts:

- (a) Proof of advertising.
- (b) Award recommendation, bid proposal, and bid tabulation (certified by the responsible engineer).
- (c) Certification of compliance with the conditions of the Department's approval of competitively or non-competitively negotiated procurement, if applicable.
- (d) Certification Regarding Disbarment, Suspension, Ineligibility and Voluntary Exclusion.
- (e) Certification by the Authorized Representative that affirmative steps were taken to encourage Disadvantaged Business Enterprises participation in Project construction.
- (f) Current certifications for Disadvantaged Business Enterprises participating in the contract. If the goals as stated in the plans and specifications are not met, documentation of actions taken shall be submitted.
- (g) Certification that the Project Sponsor and contractors are in compliance with labor standards, including prevailing wage rates established for its locality by the DOL under the Davis-Bacon Act for Project construction.
- (h) Certification that all procurement is in compliance with Section 8.10 which states that all iron and steel products used in the Project must be produced in the United States unless (a) a waiver is provided to the Project Sponsor by the EPA or (b) compliance would be inconsistent with United States obligations under international agreements.

(2) The following must be provided to the Department for professional services contract(s):

- (a) Certification by the Authorized Representative that affirmative steps were taken to encourage Disadvantaged Business Enterprises participation.
- (b) Current certifications for Disadvantaged Business Enterprises participating in the contract.

9.02. SUBMITTAL OF CONTRACT DOCUMENTS.

(1) After the Department's authorization to award construction contracts has been received, the Project Sponsor shall submit the following documents:

- (a) Contractor insurance certifications.
- (b) Executed Contract(s).
- (c) Notices to proceed with construction.

(2) After the Project Sponsor has awarded the professional services contract(s), the Project Sponsor shall submit the following documents:

- (a) Executed Contract(s).
- (b) Professional Services Procurement Certification.

9.03. INSURANCE REQUIRED.

The Project Sponsor shall cause the Project, as each part thereof is certified by the engineer responsible for overseeing construction as completed, and the Utility System (hereafter referred to as "Revenue Producing Facilities") to be insured by an insurance company or companies licensed to do business in the State of Florida against such damage and destruction risks as are customary for the operation of utility systems of like size, type and location to the extent such insurance is obtainable from time to time against any one or more of such risks.

The proceeds of insurance policies received as a result of damage to, or destruction of, the Project or the other Revenue Producing Facilities, shall be used to restore or replace damaged portions of the facilities. If such proceeds are insufficient, the Project Sponsor shall provide additional funds to restore or replace the damaged portions of the facilities. Repair, construction or replacement shall be promptly completed.

ARTICLE X - DETAILS OF FINANCING

10.01. PRINCIPAL AMOUNT OF LOAN.

The estimated principal amount of the Loan is \$3,715,551, which consists of \$3,638,751 to be disbursed to the Project Sponsor and \$76,800 of Capitalized Interest.

Capitalized Interest is not disbursed to the Project Sponsor, but is amortized via periodic Loan repayments to the Department as if it were actually disbursed. Capitalized Interest is computed at the Financing Rate, or rates, set for the Loan. It accrues and is compounded annually from the time when disbursements are made until six months before the first Semiannual Loan Payment is due. Capitalized Interest is estimated prior to establishing the schedule of actual disbursements.

10.02. LOAN SERVICE FEE.

The Loan Service Fee is \$72,775 for the Loan amount authorized to date. The fee represents two percent of the Loan amount excluding Capitalized Interest; that is, two percent of \$3,638,751. The Loan Service Fee is estimated at the time of execution of the loan agreement and shall be revised with any increase or decrease amendment. The Loan Service Fee is based

on actual Project costs and assessed in the final loan amendment. The Project Sponsor shall pay the Loan Service Fee from the first available repayment(s) following the Final Amendment.

10.03. FINANCING RATE.

The Financing Rate on the unpaid principal of the Loan amount specified in Section 10.01 is 1.54 percent per annum. However, if this Agreement is not executed by the Project Sponsor and returned to the Department before July 1, 2025, the Financing Rate may be adjusted.

10.04. LOAN TERM.

The Loan term shall be 20 years.

10.05. REPAYMENT SCHEDULE.

Repayments shall be made semiannually (twice per year). The Semiannual Loan Payment shall be computed based upon the principal amount of the Loan plus the estimated Loan Service Fee and the principle of level debt service. The Semiannual Loan Payment amount may be adjusted, by amendment of this Agreement, based upon revised information. After the final disbursement of Loan proceeds, the Semiannual Loan Payment shall be based upon the actual Project costs, the actual Loan Service Fee and the Loan Service Fee capitalized interest, if any, and actual dates and amounts of disbursements, taking into consideration any previous payments. Actual Project costs shall be established after the Department's inspection of the completed Project and associated records. The Department will deduct the Loan Service Fee and any associated interest from the first available repayments following the Final Amendment.

Each Semiannual Loan Payment shall be in the amount of \$110,402 until the payment amount is adjusted by amendment. The interest portion of each Semiannual Loan Payment shall be computed on the unpaid balance of the principal amount of the Loan, including Capitalized Interest. Interest also shall be computed on the unpaid balance of the Loan Service Fee. Interest shall be computed as of the due date of each Semiannual Loan Payment.

Semiannual Loan Payments shall be received by the Department beginning on November 15, 2028 and semiannually thereafter on May 15 and November 15 of each year until all amounts due hereunder have been fully paid. Funds transfer shall be made by electronic means.

The Semiannual Loan Payment amount is based on the total amount to be repaid of \$3,788,326, which consists of the Loan principal plus the Loan Service Fee with its capitalized interest.

10.06. PROJECT COSTS.

The Project Sponsor and the Department acknowledge that the actual Project costs have not been determined as of the effective date of this Agreement. Project cost adjustments may be made as a result of construction bidding or mutually agreed upon Project changes. Capitalized Interest will be recalculated based on actual dates and amounts of Loan disbursements. If the

Project Sponsor receives other governmental financial assistance for this Project, the costs funded by such other governmental assistance will not be financed by this Loan. The Department shall establish the final Project costs after its final inspection of the Project records. Changes in Project costs may also occur as a result of an audit.

The Project Sponsor agrees to the following estimates of Project costs:

CATEGORY	PROJECT COSTS (\$)
Construction and Demolition	48,500,000
Technical Services	2,034,000
Less DW590161	(46,895,249)
SUBTOTAL (Disbursable Amount)	3,638,751
Capitalized Interest	76,800
TOTAL (Loan Principal Amount)	3,715,551

10.07. SCHEDULE.

The Project Sponsor agrees by execution hereof:

(1) This Agreement shall be effective on February 12, 2025. Invoices submitted for work conducted on or after this date shall be eligible for reimbursement.

(2) Completion of Project construction is scheduled for May 15, 2028.

(3) The Loan Debt Service Account shall be established and Monthly Loan Deposits shall begin no later than May 15, 2028.

(4) The first Semiannual Loan Payment in the amount of \$110,402 shall be due November 15, 2028.

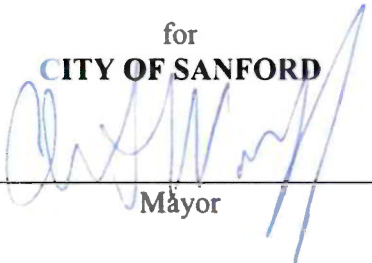
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ARTICLE XI - EXECUTION OF AGREEMENT

This Loan Agreement DW5901B0 may be executed in two or more counterparts, any of which shall be regarded as an original and all of which constitute but one and the same instrument.

IN WITNESS WHEREOF, the Department has caused this Agreement to be executed on its behalf by the Secretary or Designee and the Project Sponsor has caused this Agreement to be executed on its behalf by its Authorized Representative and by its affixed seal. The effective date of this Agreement shall be as set forth below by the Department.

for
CITY OF SANFORD



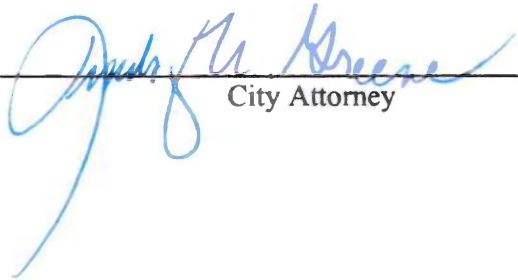
Mayor

I attest to the opinion expressed in Section 2.02,
entitled Legal Authorization.

Attest:



City Clerk



City Attorney

SEAL



for
STATE OF FLORIDA
DEPARTMENT OF ENVIRONMENTAL PROTECTION



Secretary or Designee

Digitally signed by Angela
Knecht
Date: 2025.03.24 16:28:58 -04'00'

Date

STATE OF FLORIDA
DEPARTMENT OF ENVIRONMENTAL PROTECTION
DIVISION OF WATER RESTORATION ASSISTANCE

FINAL AGENCY ACTION:

State Revolving Fund (SRF) Program:	)	Notice ID#:
Management of the Fiscal Year 2025, 2024, 2023, and 2022	)	FA-SRF-202502
CWSRF Base, IIJA Gen. Suppl., ASADRA & SAHFI Priority Lists)		
DWSRF Base, IIJA Gen. Suppl., LSLR, & EC Priority Lists	)	
DWSRF EC & LSLR Intended Use Plans (IUPs)	)	

Notice of the public meeting for the Drinking Water State Revolving Fund (DWSRF) Base and Infrastructure Investment and Jobs Act (IIJA) General Supplemental (GS), IIJA Lead Service Line Replacement (LSLR) Funding, and Emerging Contaminants (EC) Project Priority Lists' issues and recommendations and applicable Intended Use Plans (IUPs) was published in the Florida Administrative Register, Volume 51, Number 11, on January 16, 2025.

Notice of the public meeting for the Clean Water State Revolving Fund (CWSRF) Water Pollution Control Base and IIJA GS, Additional Supplemental Appropriation for Disaster Relief Act (ASADRA), and Supplemental Appropriation for Hurricanes Fiona and Ian (SAHFI) Priority Lists' issues and recommendations was published in the Florida Administrative Register, Volume 51, Number 11, on January 16, 2025.

On February 12, 2025, the State Revolving Fund (SRF) Program, under the Florida Department of Environmental Protection (FDEP), held a public meeting virtually via Microsoft Teams. Ethan Morrow, Division of Water Restoration Assistance (DWRA), served as Moderator.

Eric Meyers, Program Administrator of the DWSRF Program, presented and summarized the Department's issues and staff recommendations on issues involving the management of the DWSRF Base & IIJA GS, EC, and LSLR Project Priority Lists, as well as the combined 2024-

2025 and 2025-2026 IUP for the IIJA EC and revised 2022-2023 and 2023-2024 LSLR IUPs. Under Issue 8 of the DWSRF Base & IIJA GS Issues and Recommendations, item c has been added pertaining to the Holt Water Works project (DW-46032). This project is now sponsored by the Walton/Okaloosa/Santa Rosa Regional Utility Authority and the project number is DW-17044.

After hearing each of these recommendations, the Moderator asked for public or staff comments. There was no discussion regarding the exhibits presented that changed staff recommendations. No issues were raised. This concluded business regarding management of the DWSRF Base & IIJA GS, EC, and LSLR Project Priority Lists and applicable IUPs. Following the release of the IUPs, no comments were received during the 30-day public comment period.

The recommendations for the FY 2025 DWSRF Base & IIJA GS, 2024-2025 and 2025-2026 EC, and 2022-2023, and 2023-2024, and 2024-2025 LSLR, and Project Priority Lists and applicable IUPs are approved.

The issues and recommendations and the DWSRF Base & IIJA GS Project Priority List presented at the public meeting are attached to this Order as:

EXHIBIT A: For the 02/12/2025 State Fiscal Year 2025 Drinking Water State Revolving Fund Priority List Adoption Meeting STATE FISCAL YEAR 2025 DRINKING WATER STATE REVOLVING FUND PRIORITY LIST ADOPTION FOR BASE AND INFRASTRUCTURE INVESTMENT AND JOBS ACT (IIJA) GENERAL SUPPLEMENTAL (GS) FUNDING ISSUES AND RECOMMENDATIONS, Ch. 62-552, FAC

The issues and recommendations and the DWSRF EC Project Priority List presented at the public meeting are attached to this Order as:

EXHIBIT B: For the 02/12/2025 State Fiscal Years 2025 and 2026 Drinking Water State

Revolving Fund Priority List Adoption Meeting STATE FISCAL YEAR 2025 AND 2026
DRINKING WATER STATE REVOLVING FUND PRIORITY LIST ADOPTION FOR
INFRASTRUCTURE INVESTMENT AND JOBS ACT EMERGING CONTAMINANTS
FUNDING ISSUES AND RECOMMENDATIONS, Ch. 62-552, FAC

The issues and recommendations and the DWSRF EC Project Priority List presented at the public meeting are attached to this Order as:

EXHIBIT C: For the 02/12/2025 State Fiscal Years 2024 and 2025 Drinking Water State Revolving Fund Priority List Adoption Meeting STATE FISCAL YEAR 2025 DRINKING WATER STATE REVOLVING FUND PRIORITY LIST ADOPTION FOR INFRASTRUCTURE INVESTMENT AND JOBS ACT LEAD SERVICE LINE REPLACEMENT FUNDING ISSUES AND RECOMMENDATIONS, Ch. 62-552, FAC

Catherine Murray, Program Administrator of the CWSRF Program, presented and summarized the Department's issues and staff recommendations on issues involving management of the Water Pollution Control CWSRF Base and IIJA GS, ASADRA, and SAHFI Project Priority Lists. ASADRA funding was discussed in the other business section of the Base and IIJA GS Issues and Recommendations.

After hearing each of these recommendations, the Moderator asked for public or staff comments. There was no discussion regarding the exhibits presented that changed staff recommendations. No issues were raised. This concluded business regarding management of the CWSRF Base & IIJA GS, ASADRA, and SAHFI Project Priority Lists.

The recommendations for the CWSRF Base & IIJA GS, ASADRA and SAHFI Project Priority Lists are approved.

The issues and recommendations and CWSRF Base & IIJA GS and ASADRA Project

Priority List presented at the public meeting are attached to this Order as:

EXHIBIT D: For the 2/12/2025 State Fiscal Year 2025 Priority List Adoption Meeting
SFY2025 CWSRF WATER POLLUTION CONTROL PRIORITY LIST ADOPTION
MEETING ISSUES AND RECOMMENDATIONS, Ch. 62-503, F.A.C.

The issues and recommendations and CWSRF SAHFI Project Priority List presented at the public meeting are attached to this Order as:

EXHIBIT E: For the 2/12/2025 FY 2025 Priority List Adoption Meeting
CWSRF WATER POLLUTION CONTROL PRIORITY LIST ADOPTION MEETING
SAHFI ISSUES AND RECOMMENDATIONS, Ch. 62-503, F.A.C.

The DWSRF and CWSRF Project Priority Lists schedule projects to be financed with loans and grants in the form of principal forgiveness loans from the SRF. The Project Priority Lists are developed annually and adopted by the Department under the provisions of Chapter 62-503 and 62-552 of the Florida Administrative Code (F.A.C.). The rules provide for certain list management activities, including but not limited to, removal of projects which have failed to meet document submittal deadlines as required by the rules, authorization of additional funds to projects already on the lists, and the addition of new projects to the lists.

This concluded the public meeting regarding management of the SRF priority lists.

A person whose substantial interests are affected by the Department's proposed agency action may petition for an administrative proceeding (hearing) under Sections 120.569 and 120.57 of the Florida Statutes. The petition must contain the information set forth below and must be filed (received by the clerk) in the Office of General Counsel of the Department at 3900 Commonwealth Boulevard, Mail Station 35, Tallahassee, Florida 32399-3000.

Petitions by the applicants or any of the parties listed below must be filed within twenty-one

days of receipt of this written notice. Petitions filed by any persons other than those entitled to written notice under Section 120.60(3) of the Florida Statutes must be filed within twenty-one days of publication of the notice or within twenty-one days of receipt of the written notice, whichever occurs first.

Under Section 120.60(3) of the Florida Statutes, however, any person who has asked the Department for notice of final agency action may file a petition within twenty-one days of receipt of such notice, regardless of the date of publication on the Department's website.

The petitioner shall mail a copy of the petition to the applicant(s) at the address indicated at the end of this order at the time of filing. The failure of any person to file a petition within the appropriate time-period shall constitute a waiver of that person's right to request an administrative determination (hearing) under Sections 120.569 and 120.57 of the Florida Statutes, or to intervene in this proceeding and participate as a party to it. Any subsequent intervention (in a proceeding initiated by another party) will be only at the discretion of the presiding officer upon the filing of a motion in compliance with rule 28-106.205 of the F.A.C.

A petition that disputes the material facts on which the Department's action is based must contain the following information:

- a) The name, address, and telephone number of each petitioner, the Department's notice identification number and the county in which the subject matter or activity is located.
- b) A statement of how and when each petitioner received notice of the agency decision.
- c) A statement of how each petitioner's substantial interests are affected by the Department action.
- d) A statement of the material facts disputed by the petitioner, if any.
- e) A statement of facts that the petitioner contends warrant reversal or modification of the Department action.

- f) A statement of which rules or statutes the petitioner contends require reversal or modification of the Department action.
- g) A statement of the relief sought by the petitioner, stating precisely the action that the petitioner wants the Department to take.

A petition that does not dispute the material facts on which the Department's action is based shall state that no such facts are in dispute and otherwise shall contain the same information as set forth above, as required by Rule 28-106.301, F.A.C.

Because the administrative hearing process is designed to formulate final agency action, the filing of a petition means that the Department's final action may be different from the position taken by it in this notice. Persons whose substantial interests will be affected by any such final decision of the Department have the right to petition to become a party to the proceeding, in accordance with the requirements set forth above.

Mediation under Section 120.573 of the Florida Statutes is not available for this proceeding. This action is final and effective on the date filed with the Agency Clerk unless a petition is filed in accordance with the above. Upon the timely filing of a petition this action will not be effective until further action of the Department.

Any party to the order has the right to seek judicial review of it under Section 120.68 of the Florida Statutes, by the filing of a notice of appeal under rule 9.110 of the Florida Rules of Appellate Procedure with the Clerk of the Department in the Office of General Counsel, Mail Station 35, 3900 Commonwealth Boulevard, Tallahassee, Florida, 32399-3000, and by filing a copy of the notice of appeal accompanied by the applicable filing fees with the appropriate district court of appeal. The notice of appeal must be filed within 30 days after this order is filed with the Clerk of the Department.

DONE AND RECORDED on this 24th day of March 2025, in Tallahassee, Florida.

STATE OF FLORIDA
DEPARTMENT OF ENVIRONMENTAL PROTECTION



Digitally signed by Angela
Knecht
Date: 2025.03.24 16:28:58 -04'00'

Angela Knecht, Director
Division of Water Restoration
Assistance
3900 Commonwealth
Boulevard
Tallahassee, Florida 32399-3000
Phone 850-245-2934

FILED ON THIS DATE PURSUANT TO §
120.52, FLORIDA STATUTES, WITH THE
DESIGNATED DEPARTMENT CLERK,
RECEIPT OF WHICH IS HEREBY
ACKNOWLEDGED.

Crystal
Fukushima

Digitally signed by Crystal
Fukushima
Date: 2025.03.25 08:35:10
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CLERK

DATE

Notification of actions taken were sent by electronic mail to the affected parties listed in Exhibit F.

EXHIBIT A: For the 02/12/2025 State Fiscal Year 2025 Drinking Water State Revolving Fund Priority List Adoption Meeting

STATE FISCAL YEAR 2025 DRINKING WATER STATE REVOLVING FUND PRIORITY LIST ADOPTION FOR BASE AND INFRASTRUCTURE INVESTMENT AND JOBS ACT (IIJA) GENERAL SUPPLEMENTAL (GS) FUNDING ISSUES AND RECOMMENDATIONS, Ch. 62-552, FAC

- 1) The following projects have requested to be removed from the priority list:

Project Sponsor	Funding Source	Priority Score	Project Number	Loan Type	Listing Amount	Principal Forgiveness
Town of Lake Hamilton ¹	25-26 Base	465	53165	Construction	\$11,771,115	\$9,534,603
Cedar Key Water & Sewer District ¹	25-26 IIJA GS	345	38091	Planning & Design	\$225,000	\$112,500
TOTAL DECREASE IN PROJECTS FOR ISSUE 1 - BASE and IIJA GS					\$11,996,115	
TOTAL DECREASE IN PRINCIPAL FORGIVENESS FOR ISSUE 1 - BASE & IIJA GS						\$9,647,103

1. Sponsor qualifies as a financially disadvantaged small community

- 2) Pursuant to Ch. 62-552.430(1)(c), F.A.C., the Department may remove a project from a priority list if it is determined that documents have not been submitted as required. The following project is being removed for failing to submit a loan application within 120 days of their listing on the priority list:

Project Sponsor	Funding Source	Priority Score	Project Number	Loan Type	Listing Amount	Principal Forgiveness
Bristol ¹	24-25 Base	375	39022	Planning & Design	\$160,000	\$80,000
TOTAL DECREASE IN PROJECTS FOR ISSUE 2 - BASE and IIJA GS					\$160,000	
TOTAL DECREASE IN PRINCIPAL FORGIVENESS FOR ISSUE 2 - BASE & IIJA GS						\$80,000

1. Sponsor qualifies as a financially disadvantaged small community

- 3) The following project has entered into agreement at a cost less than their priority listing price. This allows for additional funds to be recaptured and obligated to other projects at this meeting:

Project Sponsor	Priority List	Priority Score	Project Number	Loan Type	Recovered Listing Amount	Recovered Principal Forgiveness
Chipley ¹	24-25 Base	366	67014	Planning	\$50,000	\$25,000
TOTAL DECREASE IN PROJECTS FOR ISSUE 3 - BASE and IIJA GS					\$50,000	
TOTAL DECREASE IN PRINCIPAL FORGIVENESS FOR ISSUE 3 - BASE & IIJA GS						\$25,000

1. Sponsor qualifies as a financially disadvantaged small community

- 4) For the combined Drinking Water State Revolving Fund (DWSRF) Base and Infrastructure Investment and Jobs Act (IIJA) General Supplemental Program, the Department has determined that sufficient funds in the amount of approximately \$180 million are available in State Fiscal Year (SFY) 2025 to allow a segment cap amount of \$30 million; however, to partially fund all projects the segment cap is reduced to \$14 million. Project increase requests on Tier 1 and new projects on Tier 2 and Tier 3 that have been certified by staff as ready-to-proceed are eligible for listing on the fundable portion of the Priority List and are subject to the Segment Cap. With an estimated \$56 million in principal forgiveness (PF) funds available, no segment cap for PF has been set.

These increases and new projects are:

Project Sponsor	Funding Source	Priority Score	Project Number	Loan Type	Listing Amount	Principal Forgiveness
Lake Wales	State	421	5303B	Construction (Increase)	\$658,158	\$0
Trenton ¹	25-26 IIJA GS	378	21011	Construction (Increase)	\$300,000	\$0
Umatilla ¹	State	132	35076	Construction (Increase)	\$42,500	\$0
FGUA Plantation Bay ¹	25-26 IIJA GS	120	181000	Construction (Increase)	\$3,500,000	\$0
Destin Water Users, Inc.	State	100	46012	Construction (Increase)	\$2,205,000	\$0
Sanford ²	25-26 IIJA GS	512	5901B	Construction	\$3,638,751	\$0
Lake Hamilton ¹	25-26 Base	465	53165	Construction	\$14,000,000	\$12,600,000
Waccasassa Water and Wastewater Cooperative ¹	State	449	38120	Planning	\$400,000	\$200,000
Tequesta ³	State	400	50271	Construction	\$4,502,500	\$0
Homosassa Special Water District ¹	25-26 IIJA GS	353	09060	Planning & Design	\$300,000	\$150,000
Wellington	25-26 IIJA GS	100	50160	Construction	\$6,914,402	\$0
TOTAL INCREASES AND NEW PROJECTS FOR ISSUE 4 - BASE and IIJA GS					\$36,461,311	
TOTAL ALLOCATED PRINCIPAL FORGIVENESS FOR ISSUE 4 - BASE & IIJA GS						\$12,950,000

1. Sponsor qualifies as a financially disadvantaged small community.

2. The City of Sanford qualifies as a financially disadvantaged community for construction.

3. The Village of Tequesta listing is contingent on the publication, comment period, and resolving comments that may be received on the respective Environmental Information Documents for the project.

Staff recommends adding these projects to Tiers 1, 2, and 3 of the fundable portion of the SFY 2025 Priority List.

- 5) Rule 62-552.300(1)(d), F.A.C., requires that all documents must be delivered at least 45 days prior to the Priority List meeting date and the planning and environmental review process should also be accepted 45 days before the priority list meeting date to be considered ready for listing. Some project sponsors submitted Requests for Inclusion or other documents after these deadlines, but the project managers were able to get them ready for listing at this meeting.

The projects that submitted Requests for Inclusion or other documents after the deadline are:

Project Sponsor	Funding Source	Priority Score	Project Number Loan Type	Listing Amount	Principal Forgiveness
Century ¹	State	504	17034 Planning & Design	\$150,000	\$75,000
TOTAL INCREASES AND NEW PROJECTS FOR ISSUE 5 - BASE & IIJA GS				\$150,000	
TOTAL ALLOCATED PRINCIPAL FORGIVENESS FOR ISSUE 5 - BASE & IIJA GS					\$75,000

1. Sponsor qualifies as a financially disadvantaged small community.

The Program Administrator has determined that funds are available and the late projects will be elevated to the fundable portion of the Priority List.

- 6) Pursuant to Ch. 62-552.300(2)(e), F.A.C., a financially disadvantaged community with a service area population of 10,000 persons or greater is eligible for up to 20% principal forgiveness for a construction loan if dollars are available after funding all eligible financially disadvantaged small communities, which was done in Issues 4 and 5 above. Since there are principal forgiveness dollars remaining the larger financially disadvantaged communities can be considered.

These new construction projects are:

Project Sponsor	Funding Source	Priority Score	Project Number Loan Type	Listing Amount	Principal Forgiveness
Bay County ¹	State	420	0302J Construction	\$14,000,000	\$2,800,000
Polk Regional Water Cooperative ¹	State	413	53200 Construction (New Segment)	\$14,000,000	\$2,456,153
TOTAL INCREASES AND NEW PROJECTS FOR ISSUE 6 - BASE & IIJA GS				\$28,000,000	
TOTAL ALLOCATED PRINCIPAL FORGIVENESS FOR ISSUE 6 - BASE & IIJA GS					\$5,256,153

1. Sponsor qualifies as a financially disadvantaged community for construction.

Staff recommends adding these projects to Tier 3 of the fundable portion of the SFY 2025 Priority List.

- 7) Projects being added to the list in Issue 6 above, whose project costs exceed the segment cap of \$14 million, will be placed on the waiting portion of the Priority List for the unfunded amount. Additionally, a project in Issue 4 above was not fully funded due to exhausting the budget authority, the remaining portion of this project is on the waiting list for additional funding.

These segment projects on the waiting portion of the Priority List are:

Project Sponsor	Funding Source	Priority Score	Project Number	Loan Type	Waiting Listing Amount	Waiting List Principal Forgiveness
Lake Hamilton ¹	25-26 Base	465	53165	Construction	\$1,986,495	\$1,787,846
Bay County ²	State	420	0302J	Construction	\$6,713,815	\$1,342,763
Polk Regional Water Cooperative ²	State	413	53200	Construction	\$116,000,000	\$15,783,713
Fort Myers	State	315	36048	Construction	\$38,559,406	\$0
Sarasota	25-26 IIJA GS	300	58025	Construction	\$43,000,000	\$0
Wellington	25-26 IIJA GS	100	50160	Construction	\$4,570,804	\$0
TOTAL WAITING LIST FOR ISSUE 7 - BASE & IIJA GS					\$210,830,520	
TOTAL WAITING LIST PRINCIPAL FORGIVENESS FOR ISSUE 7 - BASE & IIJA GS						\$18,914,322

1. Sponsor qualifies as a financially disadvantaged small community.

2. Sponsor qualifies as a financially disadvantaged community for construction.

These projects will receive additional funding during the August 2025 Priority List Meeting for SFY 2026.

- 8) Other Business and Reminders:
- Loan applications for projects listed above in Issues 4, 5, and 6 have an application deadline of 6/12/2025 and to execute the loan agreement by 9/15/2025.
 - Loan Agreements executed on or after August 1, 2024, or funded with a federal capitalization grant starting with FFY 2024 will be required to be Build America, Buy America. The DWSRF is no longer able to issue a Planning Design Waiver; however, if a Sponsor is seeking one of the remaining allowable waivers, they can submit the documentation to DWSRF and the DWSRF will submit to the EPA. Please keep in mind this could delay the project schedule and should be taken into consideration during the loan application process.
 - The Holt Water Works project listed as DW-46032 for the water meter project is now being sponsored by the Walton/Okaloosa/Santa Rosa Regional Utility Authority. With this change, the Priority List for SFY2025 has been updated to reflect the sponsor as Walton/Okaloosa/Santa Rosa Regional Utility Authority with the project number now related to the Sponsor as DW-17044.

9) Summary of Funding Obligated at This Meeting:

BASE and IIJA General Supplemental Capitalization Grants	Funding Amount	Principal Forgiveness
Budget Authority for Projects for SFY2024-2025	\$178,602,483	\$50,732,645
EPA Allotment FFY2024-2025	\$99,767,000	\$45,017,460
20% State Match	\$19,953,400	\$0
Reallotment of Previous 2020 - 2024 Year Set-Asides	\$2,806,041	\$638,526
Total Projects Removed in May 2024	\$2,970,174	\$468,055
Repayments and Interest from SFY 2024	\$44,795,733	\$0
Total Project Decreases and Annulments from SFY 2024	\$10,410,821	\$4,608,604
Total Projects Funded in August 2024	(\$142,384,323)	(\$29,004,458)
Total Projects Removed (Issues 1, 2, and 3)	\$12,206,115	\$9,752,103
Total Increases and New Projects (Issues 4, 5, and 6)	(\$64,611,311)	(\$18,281,153)
Principal Forgiveness Listed in Issue 7	N/A	(\$18,914,322)
Grand Total for Projects This Meeting	(\$52,405,196)	(\$27,443,372)
<i>Amount Remaining for Projects After This Meeting for SFY 2024-2025*</i>	<i>\$0</i>	<i>\$0</i>

* Please note that these amounts are subject to change based on unobligated and recovered funds during the fiscal year, adjustments to budget authority, EPA allotments, and EPA reallotments.

- END -

EXHIBIT B: For the 02/12/2025 State Fiscal Years 2025 and 2026 Drinking Water State Revolving Fund Priority List Adoption Meeting

STATE FISCAL YEAR 2025 AND 2026 DRINKING WATER STATE REVOLVING FUND PRIORITY LIST ADOPTION FOR INFRASTRUCTURE INVESTMENT AND JOBS ACT (IIJA) EMERGING CONTAMINANTS FUNDING ISSUES AND RECOMMENDATIONS, Ch. 62-552, FAC

- 1) For the Infrastructure Investment and Jobs Act (IIJA) Emerging Contaminant (EC) funding, for SFY 2025 and SFY 2026 the EPA allotted \$27,572,000 for each year to the Department. Additionally, the EPA reallocated \$852,000 of EC Money to the Department from FFY 2022-2023 and FFY 2023-2024 for a total of \$55,996,000. The funding for projects is contingent upon the receipt of EPA IIJA EC Capitalization grants. Should funding related to the IIJA EC grants cease, projects have been determined to be DWSRF eligible and can compete for funding through the Base program.
 - a. The IIJA requires states to provide 100% of this capitalization grant amount as additional subsidization (i.e., principal forgiveness). In order to achieve this, DWSRF has determined in accordance with 62-552.300(8), F.A.C., that an exception to Rules 62-552.300(1)(b), 62-552.300(1)(d), 62-552.300(2), and 62-552.500, F.A.C., shall be granted to projects receiving this funding and this funding only (does not apply to base and general supplemental cap grants). These exceptions meet the intent of Congress that communities needing to address emerging contaminants in drinking water will receive this funding fully subsidized with no loan component.
 - b. **Selected Projects Summary:**
 - i. The City of Sanford previously placed on the waiting list was determined by the Project Manager as Ready-to-Proceed. The project is now partially elevated from the waiting list for the construction of an ultraviolet light advanced oxidation process (UV AOP) WTP with granular activated carbon (GAC) to remove per- and polyfluoroalkyl substances (PFAS), 1,4-dioxane, and total trihalomethanes (TTHM) from the drinking water prior to distribution.

The new project added to the SFY 2025 and the SFY 2026 Priority Lists is:

Project Sponsor	Funding Source	Priority Score	Project Number Loan Type	Listing Amount	Principal Forgiveness
Sanford ¹	24-25 EC	510	59016 Construction	\$19,323,249	\$19,323,249
Sanford ¹	25-26 EC	510	59016 Construction	\$27,572,000	\$27,572,000
TOTAL NEW PROJECTS AND INCREASES FOR ISSUE 1 - IIJA EC				\$46,895,249	
TOTAL ALLOCATED PRINCIPAL FORGIVENESS FOR ISSUE 1 - IIJA EC					\$46,895,249

1. Sponsor qualifies as a financially disadvantaged community.

Staff recommends elevating the project from the waiting list to Tier 2 of the fundable portion of the SFY 2025 and SFY 2026 emerging contaminant priority lists.

- 2) A project was previously listed to a IIJA EC priority list which has met the readiness to proceed requirements for construction funding and is currently on the waiting portion of the priority list for the remaining unfunded amount. Should additional funding be made available, this portion of the project will be funded and then funds made available to any additional projects.

The project on the waiting portion of the priority list are:

Project Sponsor	Priority Score	Project Number	Loan Type	Listing Amount	Principal Forgiveness
Sanford ¹	512	59016	Construction	\$3,638,751	\$3,638,751
TOTAL WAITING LIST FOR ISSUE 2 - IIJA EC				\$3,638,751	
TOTAL WAITING LIST PRINCIPAL FORGIVENESS FOR ISSUE 2 - IIJA EC					\$3,638,751

1. Project Sponsor qualifies as a financially disadvantaged community.

- 3) Other Business and Reminders:
- The loan application for the project listed above in Issue 1 has an application deadline of 6/12/2025 and to execute the loan agreement by 9/15/2025.
 - Loan Agreements executed on or after August 1, 2024, or funded with a federal capitalization grant starting with FFY 2024 will be required to be Build America, Buy America. If a Sponsor is seeking one of the EPA allowable waivers, they can submit the documentation to DWSRF and the DWSRF will submit the information to the EPA. Please keep in mind this could delay the project schedule and should be taken into consideration during the bidding and loan application process.
 - The Holt Water Works project listed as DW-46032 for the water meter project is now being sponsored by the Walton/Okaloosa/Santa Rosa Regional Utility Authority. With this change, the Priority List for SFY2025 has been updated to reflect the sponsor as Walton/Okaloosa/Santa Rosa Regional Utility Authority with the project number now related to the Sponsor as DW-17044.

4) Summary of Funding Obligated at This Meeting:

IIJA Emerging Contaminants Capitalization Grant	Funding Amount	Principal Forgiveness
EPA Allotment FFY 2024-2025	\$27,572,000	\$27,572,000
EPA Allotment FFY 2025-2026	\$27,572,000	\$27,572,000
EPA Reallotments FFY 2022-2023 and FFY 2023-2024	\$852,000	\$852,000
Total Project Funded in August 2024	(\$9,100,751)	(\$9,100,751)
Total New Projects (Issue 1)	(\$46,895,249)	(\$46,895,249)
Grand Total for Projects This Meeting	(\$46,895,249)	(\$46,895,249)
<i>Amount Remaining for Projects After This Meeting for SFY 2024-2025*</i>	\$0	\$0

* Please note that these amounts are subject to change based on unobligated and recovered funds during the fiscal year, adjustments to budget authority, EPA allotments, and EPA reallotments.

- END -

EXHIBIT C: For the 02/12/2025 State Fiscal Years 2024 and 2025 Drinking Water State Revolving Fund Lead Service Line Priority List Adoption

STATE FISCAL YEAR 2025 DRINKING WATER STATE REVOLVING FUND PRIORITY LIST ADOPTION FOR INFRASTRUCTURE INVESTMENT AND JOBS ACT (IIJA) LEAD SERVICE LINE REPLACEMENT FUNDING ISSUES AND RECOMMENDATIONS, Ch. 62-552, FAC

1) The following projects have requested to be removed a priority list:

Project Sponsor	LSL Priority List	Priority Score	Project Number Loan Type	Listing Amount	Principal Forgiveness
Marianna	22-23 LSL	174	32027 Planning & Design	\$800,000	\$392,000
Tallahassee	22-23 LSL 23-24 LSL	117	37020 Planning, Design, & Construction	\$9,916,940	\$4,859,301
Stuart	22-23 LSL 23-24 LSL	111	43046 Planning, Design, & Construction	\$990,000	\$485,100
Edgewater	22-23 LSL 23-24 LSL	108	64054 Planning, Design, & Construction	\$148,121	\$72,579
Pinellas County	22-23 LSL 23-24 LSL	102	5202E Planning, Design, & Construction	\$13,026,200	\$6,382,838
Fort Myers	23-24 LSL	116	3604C Design and Construction (Increase)	\$24,766	\$12,135
Hollywood	23-24 LSL	108	0604E Construction (Increase)	\$330,000	\$161,700
Coconut Creek	23-24 LSL	100	06200 Planning, Design, & Construction	\$550,000	\$269,500
Winter Garden	23-24 LSL	100	48014 Planning, Design, & Construction	\$272,316	\$133,435
TOTAL DECREASE IN PROJECTS FOR ISSUE 1 - IIJA LSL				\$26,058,343	
TOTAL DECREASE IN PRINCIPAL FORGIVENESS FOR ISSUE 1 - IIJA LSL					\$12,768,587

- 2) Pursuant to Ch. 62-552.430(1)(c), F.A.C., the Department may remove a project from a priority list if it is determined that documents have not been submitted as required. The following projects are being removed for failing to submit a loan application within 120 days of their listing on the priority

Project Sponsor	LSL Priority List	Priority Score	Project Number Loan Type	Listing Amount	Principal Forgiveness
Jay	22-23 LSL	182	57110 Planning	\$36,288	\$17,781
Chipley	22-23 LSL	166	67013 Planning, Design, & Construction	\$896,500	\$439,285
Quincy	22-23 LSL	160	20012 Planning	\$44,940	\$22,021
Chattahoochee	22-23 LSL	146	20025 Planning	\$12,828	\$6,286
Howie in the Hills	22-23 LSL	142	35022 Planning, Design, & Construction	\$187,000	\$91,630
Leesburg	22-23 LSL	140	35102 Planning	\$151,368	\$74,170
DeFuniak Springs	22-23 LSL	133	66027 Planning, Design, & Construction	\$279,101	\$136,759
Casselberry	22-23 LSL	114	59035 Planning & Design	\$333,000	\$163,170
Emerald Coast Utilities Authority	22-23 LSL	114	17020 Planning & Design	\$1,452,000	\$711,480
Bowling Green	23-24 LSL	173	25029 Planning, Design, & Construction	\$247,500	\$121,275
Fort Pierce Utilities Authority	23-24 LSL	134	56040 Planning, Design, & Construction	\$1,320,000	\$646,800
Atlantic Beach	23-24 LSL	100	16072 Planning and Design	\$290,200	\$142,198
Farm Hill Utilities	23-24 LSL	100	17061 Planning	\$59,472	\$29,141
Gulf Breeze	23-24 LSL	100	57084 Planning	\$88,944	\$43,583
St. Petersburg	23-24 LSL	100	52064 Planning & Design	\$1,065,000	\$521,850
Tampa	23-24 LSL	100	2902F Planning, Design, & Construction	\$22,814,000	\$11,178,860
University of South Florida	23-24 LSL	100	2902G Planning, Design, & Construction	\$462,000	\$226,380
TOTAL DECREASE IN PROJECTS FOR ISSUE 2 - IIJA LSL				\$29,740,141	
TOTAL DECREASE IN PRINCIPAL FORGIVENESS FOR ISSUE 2 - IIJA LSL					\$14,572,669

- 3) The following project has entered into an agreement at a cost less than their priority listing price (already included in Issue 7 Projects Awarded Amount):

Project Sponsor	LSL Priority List	Priority Score	Project Number Loan Type	Recovered Listing Amount	Recovered Principal Forgiveness
Seminole County	23-24 LSL	100	59022 Planning, Design, & Construction	\$1,693,600	\$331,000
TOTAL DECREASE IN PROJECTS FOR ISSUE 3 - IIJA LSL				\$1,693,600	
TOTAL DECREASE IN PRINCIPAL FORGIVENESS FOR ISSUE 3 - IIJA LSL					\$331,000

- 4) For the Federal Fiscal Year (FFY) 2023 IJA Lead Service Line (LSL) Replacement funding, the Department's allotment was reduced to \$28,650,000. For FFY 2024, the EPA decreased the Department's allotment to \$28,650,000. Based on the awarded projects and projects that are in the process of executing loan agreements, and including the decreases in Issues 1 and 2, the Department has identified that an amount of \$35,777,144 is available to assist in LSL inventories, design, and replacement.
- The IJA requires states to provide 49% of this capitalization grant amount as additional subsidization (i.e., principal forgiveness). In order to achieve this, Florida DWSRF has determined in accordance with 62-552.300(8), Florida Administrative Code (F.A.C.), that an exception to Rules 62-552.300(1)(b), 62-552.300(1)(d), 62-552.300(2), 62-552.300(4)(e), 62-552.300(4)(j), 62-552.300(6), 62-552.500, 62-552.680, 62-552.700(2), 62-552.700(3), and 62-552.700(4), F.A.C., shall be granted to projects receiving this funding and this funding only (does not apply to base and general supplemental cap grants). These exceptions meet the intent of Congress that communities needing to identify and replace LSLs receive this funding as 49% subsidized with a 51% loan component.
 - Based on the available remaining allotments, there is an estimated \$14.3 million in Principal Forgiveness (PF) funds available from the IJA LSL FFY2024.

The increase and new projects added to the SFY 2024-2025 and SFY 2025-2026 Priority Lists and Intended Use Plans are:

Project Sponsor	Priority Score	Project Number	Loan Type	Listing Amount	Principal Forgiveness
Orange Park	106	10012	Planning, Design, Construction (Increase)	\$17,700	\$8,673
Bartow	103	53023	Planning, Design, Construction (Increase)	\$66,000	\$32,340
North Lauderdale	127	06151	Planning, Design, & Construction	\$433,134	\$212,236
Eagle Lake	113	53093	Planning & Design	\$258,500	\$126,665
TOTAL INCREASES/NEW PROJECTS FOR ISSUE 5 - IJA LSL				\$775,334	
TOTAL ALLOCATED PRINCIPAL FORGIVENESS FOR ISSUE 5 - IJA LSL					\$379,914

Staff recommends the increases to Tiers 1 and 3 of the fundable portion of the SFY 2023-2024 LSL priority list.

5) Other Business and Reminders:

- a. Loan applications for projects listed above in Issue 5 have an application deadline of 6/12/2025 and to execute the loan agreement by 9/15/2025.
- b. Loan Agreements executed on or after August 1, 2024, or funded with a federal capitalization grant starting with FFY 2024 will be required to be Build America, Buy America. If a Sponsor is seeking one of the EPA allowable waivers, they can submit the documentation to DWSRF and the DWSRF will submit the information to the EPA. Please keep in mind this could delay the project schedule and should be taken into consideration during the bidding and loan application process.
- c. For IIJA LSL funded projects, galvanized pipe can only be replaced on a service line if it is downstream of known lead. Galvanized pipe downstream from an unknown material is ineligible with the IIJA LSL funding. Also a system cannot self-perform, meaning use of employees, to complete the inventory with SRF funding. The EPA considers this operations and maintenance and is SRF ineligible.
- d. During this fiscal year, the EPA reduced the Year 2 LSLR grant to \$28,650,000. By doing so, Issues 1 and 2 on this Priority List were necessary in order to reduce the obligated projects to fall within the EPA grant allotments. Projects may have been shifted from one Intended Use Plan (IUP) to a different year's IUP and the respective Priority List. Movement of a project from one IUP to another, and the associated Priority List will have no effect on the effective date in which costs can be incurred. The effective date for these projects remains the priority listing date in which the project was listed.

6) Summary of Funding Obligated at This Meeting:

IIJA Lead Service Line Replacement Capitalization Grant	Funding Amount	Principal Forgiveness
EPA Allotments FFY 2022-2023	\$111,601,000	\$54,684,490
EPA Reallotment FFY 2023-2024	\$28,650,000	\$14,038,500
EPA Reallotment FFY 2024-2025	\$28,650,000	\$14,038,500
Total EPA Allotments	\$168,901,000	\$82,761,490
Projects Awarded and Agreements Executed (includes adjustments from Issue 3)	(\$112,687,034)	(\$55,216,646)
Projects Agreements Being Prepared	(\$26,148,594)	(\$12,812,811)
Total Projects Removed (Issues 1 and 2)	\$55,798,484	\$27,341,256
Total New Projects and Project Increases (Issue 4)	(\$775,334)	(\$379,914)
<i>Amount Remaining for Projects After This Meeting for SFY 2024-2025*</i>	\$29,290,038	\$14,352,119

* Please note that these amounts are subject to change based on unobligated and recovered funds during the fiscal year, adjustments to budget authority, EPA allotments, and EPA reallotments.

- END -

EXHIBIT D: For the 2/12/2025 FY 2025 Priority List Adoption Meeting

SFY2025 CWSRF WATER POLLUTION CONTROL PRIORITY LIST ADOPTION MEETING
ISSUES AND RECOMMENDATIONS, Ch. 62-503, F.A.C.

- 1.) The project sponsors have requested the Department remove previously listed projects from the priority list.
 Projects subject to being removed at this meeting are:

APPLICANT	PRIORITY SCORE	SRF PROJECT #	LOAN TYPE	MEETING DATE	APPLICATION DEADLINE	AGREEMENT DEADLINE	FUNDABLE LISTING AMOUNT*	ALLOCATED PRINCIPAL FORGIVENESS**
Green Cove Springs	460	10042	WW/Construction(Increase)	08/14/24	12/12/24	03/12/25	\$ 953,000	\$ -
Venice	350	58047	WW/Construction(New)	11/08/23	03/07/24	06/05/24	\$ 5,549,845	\$ -
LaBelle	379	26034	WW/Planning(New)	08/31/22	12/29/23	03/29/23	\$ 650,000	\$ 325,000
LaBelle	340	26036	SW/Planning(New)	08/31/22	12/29/23	03/29/23	\$ 150,000	\$ -
TOTAL ALLOCATED PRINCIPAL FORGIVENESS REMOVED =							\$7,302,845	
TOTAL ALLOCATED PRINCIPAL FORGIVENESS =								\$325,000

Staff recommends removal of these projects as previously listed from the fundable portion of the SFY 2023, SFY 2024, and SFY 2025 priority lists.

2.) **Other Business:**

Additional Supplemental Appropriation for Disaster Relief Act, 2019 (ASADRA)

In SFY 2024, the Department obligated ASADRA funding for drinking water projects to Bay County, which was impacted by Hurricane Michael. Bay County was able to secure funding for their recovery needs through the regular DWSRF program and will no longer pursue ASADRA funding for drinking water projects. Bay County has requested the Department remove the project from the priority list.

APPLICANT	PRIORITY SCORE	SRF PROJECT #	LOAN TYPE	MEETING DATE	FUNDABLE LISTING AMOUNT	ALLOCATED PRINCIPAL FORGIVENESS
Bay County	100	0302J	DW/Construction(New)	11/08/23	\$ 20,713,815	\$ 5,178,454

Staff recommends removal of these projects as previously listed from the fundable portion of the priority list.

Error correction

At the February 14, 2024, and August 14, 2024, priority list meetings, Arcadia's sanitary collection system improvements project (WW14017) was placed on the funable portion of the list for a total of \$10,800,000 with \$8,640,000 in principal forgiveness. Under Rule 62-503.500(4), F.A.C., Arcadia is eligible for 90% principal forgiveness. However, the project was listed with 80% principal forgiveness. The priority list is being corrected to reflect the additional \$1,080,000 of principal forgiveness (for a total of \$9,720,000 of principal forgiveness) for which Arcadia's WW14017 project is eligible in accordance with Rule 62-503.500, F.A.C.

APPLICANT	PRIORITY SCORE	SRF PROJECT #	LOAN TYPE	FUNDABLE LISTING AMOUNT*	ALLOCATED PRINCIPAL FORGIVENESS**
Arcadia	543	14017	WW/Construction	\$ 10,800,000	\$ 9,720,000

* - Includes \$20,000,000 segment cap

** - Includes \$10,750,000 subsidy cap

3.)

Base and IJA General Supplemental Appropriation

Funding SOURCE OF FUNDS

FEDERAL FUNDS

FFY 2024 SRF Capitalization Grant for Projects - BASE	\$ 27,557,000
FFY 2024 SRF Capitalization Grant for Projects - IJA	\$ 76,765,000

STATE FUNDS

State Matching Funds for SFY 2025 Capitalization Grant (20%) - BASE	\$ 5,511,400
State Matching Funds for SFY 2025 Capitalization Grant (20%) - IJA	\$ 15,353,000
CWSRF Interest (Est. SFY25)	\$ 7,000,000
Projected Net Loan Repayments to State Bank (7/1/2024 - 6/30/2025)	\$ 185,650,259
Close-Out Decreases	\$ 12,883,305
Loan Amendment Decreases	\$ 17,379,946
De-Listed Projects	\$ 20,509,867

TOTAL FUNDS AVAILABLE	\$ 368,609,777
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USE OF FUNDS

Elevated Segment Projects SFY2025	\$ 189,449,287
Increases and New Projects on SFY 2025 Priority List (Subsidy)**	\$ 39,571,889
Increases and New Projects on SFY 2025 Priority List (Loan)	\$ 175,443,676
TOTAL FUNDS OBLIGATED	\$ 364,892,963

BALANCE OF LOAN FUNDS for PROJECTS =	\$ 3,716,814
BALANCE OF NEEDED FUNDS for SUBSIDY PROJECTS =	\$ 3,554,361

* - Includes \$20,000,000 segment cap

** - Includes \$10,750,000 subsidy cap

EXHIBIT E: For the 2/12/2025 FY 2025 Priority List Adoption Meeting

CWSRF WATER POLLUTION CONTROL PRIORITY LIST ADOPTION MEETING SAHFI
ISSUES AND RECOMMENDATIONS, Ch. 62-503, F.A.C.

- 1.) The project sponsors have requested the Department remove previously listed projects from the priority list.
Projects subject to being removed at this meeting are:

APPLICANT	PRIORITY SCORE	SRF PROJECT #	LOAN TYPE	MEETING DATE	APPLICATION DEADLINE	AGREEMENT DEADLINE	FUNDABLE LISTING AMOUNT	ALLOCATED PRINCIPAL FORGIVENESS
Fort Myers Beach	107	36088	SW/Plan/Design/Const.	02/14/24	08/12/24	11/10/24	\$ 10,753,392	\$ 10,753,392

Staff recommends removal of these projects as previously listed from the fundable portion of the SFY 2024 priority list.

- 2.) Projects elevated from the waiting list portion of the priority list to the fundable portion following reallocation of unused funds. Reallocated funds are made available to projects with additional need on the waiting portion of the project priority list based on priority score.

Projects elevated from the waiting portion of the priority list are:

APPLICANT	PRIORITY SCORE	SRF PROJECT #	LOAN TYPE	MEETING DATE	FUNDABLE LISTING AMOUNT	ALLOCATED PRINCIPAL FORGIVENESS
LaBelle**	387	26038	CW/Plan/Design/Const.	02/12/25	\$ 10,753,392	\$ 10,753,392

- 3.) Unfunded amount of projects elevated to the fundable portion of the project priority list following reallocation of funds.

Project Sponsor	PRIORITY SCORE	SRF PROJECT #	LOAN TYPE	MEETING DATE	UNFUNDED COSTS
LaBelle**	387	26038	CW/Plan/Design/Const.	02/14/24	\$ 3,165,290

Projects added to the waiting portion of the project priority list may be elevated to the fundable portion of the list if unused funds become available.

** - Small Disadvantaged Community

4.)

SAHFI Funding
SOURCE OF FUNDS

FEDERAL FUNDS

FFY 2024 SAHFI CWSRF Capitalization Grant for Projects \$ 317,415,000

TOTAL FUNDS AVAILABLE **\$ 317,415,000**

USE OF FUNDS

SAHFI Projects on the SFY 2024 Priority List (Forgivable Loan) \$317,415,000

TOTAL FUNDS OBLIGATED **\$317,415,000**

BALANCE OF LOAN FUNDS for PROJECTS = \$ -

Exhibit F: Affected Parties

Contact Name	Organization	Contact Title	Email Address
Mike Null	Green Cove Springs	Asst. City Manager	mnull@greencovesprings.com
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Roger Homann	Pennoni	Division Manager	Rhomann@pennoni.com

**STATE REVOLVING FUND
AMENDMENT 1 TO LOAN AGREEMENT DW590161
CITY OF SANFORD**

This amendment is executed by the STATE OF FLORIDA DEPARTMENT OF ENVIRONMENTAL PROTECTION (Department) and the CITY OF SANFORD, FLORIDA, (Project Sponsor) existing as a local governmental entity under the laws of the State of Florida. Collectively, the Department and the Project Sponsor shall be referred to as “Parties” or individually as “Party”.

The Department and the Project Sponsor entered into a Drinking Water State Revolving Fund Loan Agreement, Number DW590161, authorizing a Loan amount of \$24,555,004, and including a Principal Forgiveness amount of \$24,555,004; and

The Project Sponsor is entitled to additional financing in the amount of \$27,572,000, and including a Principal Forgiveness amount of \$27,572,000; and

Certain provisions of the Agreement need revision.

The Parties hereto agree as follows:

1. Subsection 2.03(1) of the Agreement is deleted and replaced as follows:

(1) The financial assistance authorized pursuant to this Loan Agreement consists of the following:

Federal Resources, Including State Match, Awarded to the Recipient Pursuant to this Agreement Consist of the Following:					
Federal Program Number	Federal Agency	CFDA Number	CFDA Title	Funding Amount	State Appropriation Category
4E-02D65724-0	EPA	66.468	Capitalization Grants for Drinking Water State Revolving Fund	\$52,127,004	149953

2. Additional financing in the amount of \$27,572,000, of which the principal forgiveness is \$27,572,000, is hereby awarded to the Project Sponsor.

3. Section 10.06 of the Agreement is deleted and replaced as follows:

10.06. PROJECT COSTS.

The Project Sponsor and the Department acknowledge that the actual cost of the Project has not been determined. Project cost adjustments may be made as a result of mutually agreed upon Project changes. If the Project Sponsor receives other governmental financial assistance

for this Project, the costs funded by such other governmental assistance will not be financed by this Loan. The Department shall establish the final Project costs after its final inspection of the Project records. Changes in Project costs may also occur as a result of an audit.

The estimated Project costs are revised as follows:

CATEGORY	PROJECT COSTS (\$)
Design and Construction	53,731,755
Technical Services After Bid Opening	2,034,000
Less DW5901B0	(3,638,751)
SUBTOTAL (Disbursable Amount)	52,127,004
Less Principal Forgiveness	(52,127,004)
SUBTOTAL (Loan Amount)	0

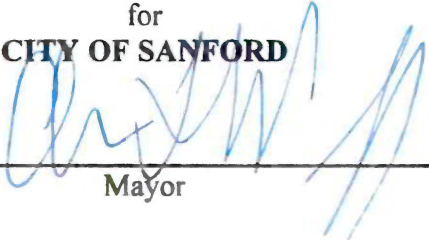
4. All other terms and provisions of the Loan Agreement shall remain in effect.

REMAINDER OF PAGE INTENTIONALLY LEFT BLANK

This Amendment I to Loan Agreement DW590161 may be executed in two or more counterparts, any of which shall be regarded as an original and all of which constitute but one and the same instrument.

IN WITNESS WHEREOF, the Department has caused this amendment to the Loan Agreement to be executed on its behalf by the Secretary or Designee and the Project Sponsor has caused this amendment to be executed on its behalf by its Authorized Representative and by its affixed seal. The effective date of this amendment shall be as set forth below by the Department.

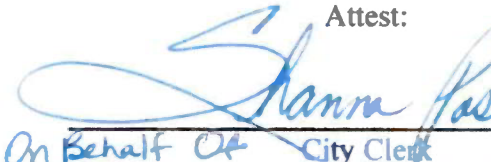
for
CITY OF SANFORD



Mayor

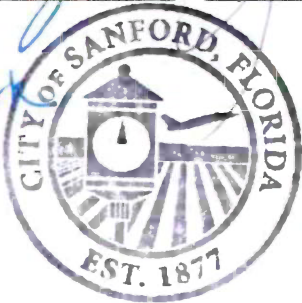
Attest:

Approved as to form and legal sufficiency:


On Behalf Of City Clerk
SEAL Shanna Posey
Deputy City Clerk



City Attorney



for
STATE OF FLORIDA
DEPARTMENT OF ENVIRONMENTAL PROTECTION



Digitally signed by Angela Knecht
Date: 2026.03.04 08:40:58 -05'00'

Secretary or Designee

Date



CITY OF
SANFORD
FLORIDA



APPROVED

WS__ RM_X_

Item No. 10.F

**CITY COMMISSION REGULAR MEETING AND ANNUAL BUDGET HEARING 26-183
SEPTEMBER 14, 2026 AGENDA**

TO: Honorable Mayor and Members of the City Commission
PREPARED BY: Brynt Johnson, Public Works and Utilities Director
SUBMITTED BY: Norton N. Bonaparte, Jr., ICMA-CM, City Manager
SUBJECT: Annulment of State Revolving (SRF) Fund Bridge Loan DW5901B0 in the amount of \$3,638,751 relating to the Construction of an Ultraviolet Light Advanced Oxidation Process with Granular Activated Carbon to Remove Per- and Polyfluoroalkyl Substances, 1,4 Dioxane and Total Trihalomethanes from Drinking Water prior to Distribution; Resolution No. 2026-3506.

SYNOPSIS:

Approval of Resolution No. 2026-3506 to approve Amendment 1 to SRF Loan Agreement DW5901B0 resulting in the annulment of this loan agreement relating to Florida Department of Environmental Protection (FDEP) Project Number DW5901B entitled “Construction of an Ultraviolet Light Advanced Oxidation Process with Granular Activated Carbon to Remove Per- and Polyfluoroalkyl Substances, 1,4 Dioxane and Total Trihalomethanes from Drinking Water prior to Distribution” as well as the implementing loan agreement with the FDEP is requested. The Project will be referred to as the “1,4 Dioxane Abatement Project” hereinafter.

FISCAL/STAFFING STATEMENT:

The regular drinking water SRF loan agreement DW5901B0 in the amount of \$3,638,751 has a loan repayment requirement and is being replaced by an increase to the city’s SRF loan agreement number DW590161 in the amount of \$3,638,751 which is funded by Infrastructure Investment and Jobs Act (IJA) Emerging Contaminants (EC) funding with 100% principal forgiveness.

BACKGROUND:

The city was approved for a regular drinking water SRF loan in the amount of \$3,638,751 at FDEP’s February 12, 2025, SRF funding meeting and entered into a loan agreement with FDEP on August 28, 2025. The city was also placed on the IJA EC priority waiting list for FY 27 funding in the same amount of \$3,638,751 at the February 12, 2025, SRF funding meeting. FDEP had its most recent SRF quarterly funding meeting on August 12, 2026, and recommended the deletion of the City of Sanford’s

DW5901B0 funding and recommending an increase in funding to the city's DW590161 IJJA EC funded loan of \$52,127,004 in the amount of \$3,638,751 that will bring the total funding under this loan to \$55,765,755 once FDEP receives the Environmental Protection Agencies (EPA) FY 27 IJJA EC funding.

LEGAL REVIEW:

The City Attorney has reviewed this agenda item and has no legal objection.

RECOMMENDATION:

City staff recommend that the City Commission approve Resolution No. 2026-3506, as requested.

SUGGESTED MOTION:

"I move to approve Resolution No. 26-3506, as proposed."

ATTACHMENTS:

Resolution No 3506 re 1, 4 Dioxane DW5901B0 Loan Annulment Agreement with FDEP.pdf
Sanford DW5901B0 - new con Executed.pdf
February 12 2025 - Final Agency Action_Signed.pdf
DW590161 A1 Sanford Executed.pdf