



USDA Rural Development

Presented by Brenda Smith, Community Programs Director

Rural Development

Rural Development



Rural Business-Cooperative Service

Rural Housing Service Rural Utilities Service

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- Rural Housing Service
- Rural Utilities Service

Clean water and sanitation help for rural communities



 Drinking water sourcing, treatment, storage tanks and distribution; pumping stations

Sewer collection, transmission, treatment and disposal;

Solid waste collection, disposal and closure;

Storm water collection, transmission and disposal.

Water and Waste Disposal Loans and Grants

An applicant must be:

- **❖**A public body
- **❖** Not-for-profit organization
- ❖ Native American tribe on Federal or State reservations or other Federally recognized tribes
- •Rural areas with population of 10,000 or less

WEP Direct Loan Terms

- Loan repayment shall not exceed the useful life of the facility or 40 years.
- Applicant is responsible for short term financing during construction period.

WEP Guaranteed Loan Terms

- Term is negotiated between lender and applicant but cannot exceed 40 years.
- Loan made by a commercial lender
- Guarantee by the Government (up to 90%)

WEP Interest Rates:

Poverty 2.5%

o **Intermediate** 3.375%

Market 4.25%

Rates Change quarterly – Jan, April, July & October

Loan Security - Loans must be adequately secured:

- **❖**General Obligation NY requires GO Bonds for Municipalities
- **Revenue Bonds for Authorities**
- Assignment of Income

Water and Waste Disposal Loans and Grants

- ✓ Construction costs
- ✓ Purchasing existing facilities to improve service or prevent loss of service
- ✓ Legal and engineering fees
- ✓ Land acquisition, water and land rights, permits and equipment

Emergency Community Water Assistance Grants (ECWAG)

- Helps eligible communities prepare, or recover from, an emergency that threatens the availability of safe, reliable drinking water.
- Eligible applicants include: local governmental entities, nonprofits and federally recognized tribes, serving rural areas 10k or less.
- Grants made for repairs, partial replacement, cannot exceed \$150,000. Grants not to exceed \$1,000,000 for new water source.

Predevelopment Planning Grants (PPG) Special Evaluation Assistance for Rural Communities (SEARCH) Grants

- ✓ Assists low-income communities with initial planning and development of applications
- ✓ Predevelopment feasibility studies, design and engineering assistance, and technical assistance for funding applications

PPG Program

- Eligible areas include rural towns/cities/villages (10,000 or less), not for profit organizations and federally recognized tribes that have a 2010 MHI less (\$45,506).
- Max. grant amount is \$30,000 or
 75% of predevelopment planning costs

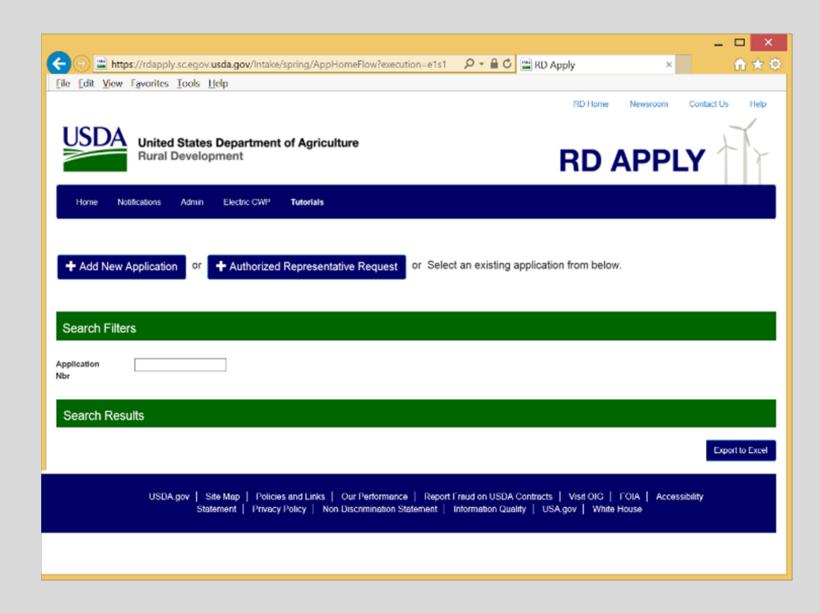
SEARCH Program

- Eligible areas include rural towns/cities/villages (2,500 or less), not for profit organizations and federally recognized tribes that have a 2010 MHI less (\$45,506).
- Max. grant amount is \$30,000 or 100% of predevelopment planning costs

Water and Environmental Programs (cont'd)

RD Apply

- Safe and secure
- Convenient and available 24/7
- Faster processing with less paper



Village of Monticello – WWTP Project

- Total project Cost: \$20 Million
- The proposed project is for the upgrade of the WWTP, sewer main repairs, and pump station upgrades
- Other funding \$569,000
- RD Loan \$7,841,500
- RD Grant \$11,947,000



Village of Port Leyden – Sewer System Project

Total project Cost: \$2.8 Million

The project is for sanitary sewer collection system and treatment plant upgrades.

CDBG funding - \$600,000

RD Loan - \$1,663,000

RD Grant – \$549,000





Eligibility:

An applicant must be:

- > A public body
- > Not-for-profit organization
- Native American tribe on Federal or State reservations or other Federally recognized tribes

The facility must be located in a town/city/village with a population under 20,000.



Eligible Projects:

Purchase real estate

- > Construction, expansion, or renovations
- > Purchase vehicles and major equipment

Eligible Loan and Grant Purposes:

Construction Related Costs

Technical Services- Architectural Fees

Soft Costs

Ineligible Loan and Grant Purposes

➤ Facilities to be used for recreational purposes – unless for educational purposes such as schools and libraries.

- Commercial Enterprises
- > Projects that are not modest in size, type, and design

Rates / Terms:

- **❖** Interest Rate − currently 4.25%
- **❖** New Construction typically 30 years for Public Bodies
- Rehabilitation/Expansion typically 20 years
- Major Equipment varies (useful life, ranges 5 to 15 years)
- New Fire Trucks, Rescue Vehicles and Police Cars up to 15 years or useful life

St. Regis Mohawk Tribe



- Diabetes Center of Excellence
- Supports Tribal Council 'Let's Get Healthy Program'
- 15,000 sq ft facility
- 2,500 sq ft fitness room w/ equipment
- Collaborative multi-agency and community project w/ tribe

Total Project Cost:

\$3,382,114

\$1,266,234 Awkesasne Housing Authority
 \$1,000,000 St. Regis Mohawk Tribe
 \$600,000 U.S. HUD

\$206,900 USDA Rural Development (FY11)
\$129,700 USDA Rural Development (FY12)

Cobleskill Fire Department

Loan Funds - **\$560,000**

Grant Funds - \$80,000

Leveraged Funds - \$40,000

Total Project Costs –

\$680,000



Mercy Flight - Western

Total project Cost: \$24 Million

Acquisition of three state of the art Bell 429 helicopters:

RD Direct Loan: \$11,381,000

RD Guaranteed Loan: \$11,381,000

Applicant Contribution: \$ 1,431,200



OVERVIEW OF SUCCESS – Fiscal Year 2018

	Loans/Grants	<u>Funding</u>	
WEP Direct Loans	51	\$101,097,000	
WEP Direct Grants	41	\$28,183,850	
SEARCH / Preliminary Planning Grants (P	PPG) 7	\$164,000	
Emergency Community Water Assistance Grant (ECWAG)	2	\$299,200	
Rural Economic Area Partnership (REAP)	1	\$988,000	
REAP - Sullivan, Town of Wawarsing & Tioga County only			

Overview of Success – FY 2018

	Loans/Grants	<u>Funding</u>
Community Facilities (CF)		
CF Direct Loans	20	\$56,144,000
CF Direct Grants	12	\$ 574,600
EII Grants	4	\$ 127,800
(Economic Impact Initiative Grant	cs)	

Area Offices:

Batavia Service Center - Voice: (585) 343-9167, ext. 4

Bath Service Center - Voice: (607) 776-7398, ext. 4

Canandaigua Service Center - Voice: (607) 753-0851, ext. 4

Canton Service Center - Voice: (315) 386-2401, ext. 4

Cortland Service Center – Voice: (607) 753-0851 x4

Watertown Service Center - Voice: (315) 782-7289, ext. 4

Marcy Service Center - Voice: (315) 736-3316, ext. 4

Greenwich Service Center - Voice: (518) 692-9940, ext. 4

Schoharie Service Center - Voice: (518) 295-8600, ext. 4

Middletown Service Center - Voice: (845) 343-1872, ext. 4



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