

May 21, 2026

To whom it may concern:

The Drinking Water State Revolving Fund (DWSRF) is a loan program for public water supplies and was established by the Safe Drinking Water Act (SDWA) Amendments of 1996. The Oklahoma DWSRF program is co-administered by the Oklahoma Department of Environmental Quality (DEQ) and the Oklahoma Water Resources Board (OWRB). An Intended Use Plan (IUP) is prepared each year for the following state fiscal year and undergoes a public comment period prior to finalization. The draft IUP for state fiscal year 2027 is attached to this letter.

To ensure the public has an opportunity to review the plan, the draft IUP will be available to the public for 30 days and a public meeting will be held on June 25, 2026. The comment period will open on May 25, 2026, and end at Close of Business (COB) on June 26, 2026. Public comments may be provided in writing or verbally at the public meeting; all other comments must be postmarked no later than June 26, 2026 and mailed to:

Attn: Vicki Reed
Department of Environmental Quality
Water Quality Division
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Sincerely,



Isaac Cornelson, Manager
Drinking Water State Revolving Fund Section
Water Quality Division
Department of Environmental Quality

STATE OF OKLAHOMA
DEPARTMENT OF ENVIRONMENTAL QUALITY
&
WATER RESOURCES BOARD



DRAFT
INTENDED USE PLAN

DRINKING WATER STATE REVOLVING FUND

STATE FISCAL YEAR 2027

Effective 7-1-2026 through 6-30-2027

Date Finalized

DRAFT

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I. INTRODUCTION

The Safe Drinking Water Act (SDWA) Amendments of 1996 authorized a Drinking Water State Revolving Fund (DWSRF) program to assist public water systems in financing the cost of replacement and repair of drinking water infrastructure to achieve or maintain compliance with the SDWA requirements and to protect public health. The DWSRF program will help ensure that drinking water supplies remain safe and affordable, and that the systems receiving funds will be properly operated and maintained. The SDWA places a strong emphasis on preventing contamination rather than reacting to problems. Central to this emphasis is the development of state prevention programs including source water protection, capacity development, and additional requirements for operator certification. To fund these activities, the SDWA allowed not only the creation of the loan fund but also four set-aside accounts to fund the following state activities:

1. Administration of DWSRF;
2. Small System Technical Assistance Program;
3. State Program Management; and
4. Local Assistance and other State Programs.

As required by the SDWA, the State of Oklahoma, through the Department of Environmental Quality (DEQ), is required to prepare this annual Intended Use Plan (IUP) to identify the set-aside programs, funding sources, program uses, and DWSRF loan projects that will utilize the funds available to the DWSRF for State Fiscal Year (SFY) 2027. For the purpose of the DWSRF and this IUP, the fiscal year identified is the SFY 2027, which begins July 1, 2026, and ends June 30, 2027. The capitalization grants and State matching funds finance these activities are from prior fiscal years and the Federal Fiscal Year (FFY) 2026 appropriation. DEQ will apply for the FFY 2026 grants to ensure funding will be available on July 1, 2026, which is the beginning date of SFY 2027.

To ensure the public had an opportunity to review DEQ's proposed plans for the DWSRF, a draft IUP was made available to the public for 30 days and public meeting was held on June 25, 2026. To ensure that interested parties are made aware of the public meeting date, DEQ posted notice on DEQ's website; at the entrance to the DEQ central office building; and distributed announcements to a mailing list of public water systems, state and federal agencies, environmental organizations, public health officials, consulting engineers, financial consultants, and interested citizens. The public comment period closed on June 26, 2026, at Close of Business (COB).

As a result of federal appropriations to the State, DEQ has received federal capitalization grants totaling \$668,760,624 from FFY 1997 through FFY 2025. DEQ will apply for the FFY 2026 base capitalization grant and three Infrastructure Investment and Jobs Act (IIJA) capitalization grants which include the fifth and final year of the general supplemental capitalization grant, fourth year of the lead service line capitalization grant, and the fifth and final year of the emerging contaminants capitalization grant as approved by Congress. The state is required to provide 20 percent matching funds for the base and general supplemental grants. This IUP discusses the total funds received from repayments and interest earnings, state match, capitalization grants (less set-asides), and leveraged revenue bond funds. These federal and state funds will be utilized by DEQ in accordance with the purposes identified in this IUP. Table 1 reports the sources of funds available to the DWSRF program and their intended uses. It is the intent of the Oklahoma DWSRF program to consistently comply with all requirements as stipulated in each year's grant agreement for the

capitalization grant. However, procedural changes and reporting requirements may be modified by the Environmental Protection Agency (EPA). These changes will be incorporated into the Oklahoma DWSRF program, as necessary.

TABLE 1	
Sources and Uses SFY 2027	
Base and General Supplemental	
SOURCES OF FUNDS	
Beginning July 1, 2026	
Beginning Balance (July 1, 2026 (SFY 2026 Carryover)**	\$ 45,510,824.00
Federal Grant FFY 2023 - Set-Asides	\$ 194,390.36
Federal Grant FFY 2024 - Set-Asides	\$ 1,444,334.00
Federal Grant FFY 2025 - Set-Asides	\$ 3,964,487.00
Federal Grant FFY 2026 - Set-Asides	\$ 1,731,040.00
Federal Grant FFY 2026 - Loan	\$ 3,852,960.00
State Match for FFY 2026 Base Grant	\$ 1,116,800.00
FFY 2026 IJJA General Supplemental Grant - Loan	\$ 26,768,020.00
FFY 2026 IJJA General Supplemental Grant - Set-Asides	\$ 9,404,980.00
State Match for FFY 2025 IJJA General Supplemental Grant	\$ 7,234,600.00
Projected Bond Issue	\$ 118,000,000.00
Principal Repayments	\$ 38,978,663.00
Interest Earnings on Loans	\$ 20,422,538.00
Investment Earnings from Bond Funds	\$ 124,644.00
Interest Earnings on Fund 473	\$ 1,891,750.00
Sub Total	\$ 235,129,206.36
Total Sources of Funds	
	\$ 280,640,030.36
USES OF FUNDS	
Anticipated Disbursements for SFY 2027 Project Priority List	\$ 54,225,884.28
Loan Obligations Prior Years (anticipated to be drawn in SFY 2027)	\$ 145,517,892.50
DWSRF Set-Aside Programs for SFY 2027	
Administration	\$ 3,183,591.16
Small System TA	\$ 1,657,183.51
Program Management	\$ 11,357,680.61
Local Assistance	\$ 8,491,031.31
Subtotal	\$ 24,689,486.59
Debt Service Obligations	
Debt Service on 2016 Bonds	\$ 7,241,413.00
Debt Service on 2018 Bonds	\$ 5,021,663.00
Debt Service on 2019 Bonds	\$ 3,187,812.00
Debt Service on 2020 Bonds	\$ 6,685,575.00
Debt Service on 2021 Bonds	\$ 10,904,900.00
Debt Service on 2023A Bonds	\$ 7,583,544.00
Debt Service on 2025 Bonds	\$ 9,314,638.00
Debt Service on 2026 Bonds	\$ 6,267,222.00
Subtotal	\$ 56,206,767.00
Total Uses of Funds	
	\$ 280,640,030
* Additional Funds Needed	
	\$ (0)
*If additional funds are needed, DWSRF will use future cap grants, state match, and bond issues to fund future needs	
**Includes projections for May and June 2026	

II. LIST OF PROGRAMS

A. SET-ASIDE PROGRAMS

Section 1452 (g) and Section 1452 (k) of the SDWA authorizes set-asides to enable states to implement the requirements of the SDWA. The set-asides are based on a percentage of the capitalization grant as specified in the SDWA. DEQ will reserve the following amounts in the FFY 2026 Base Capitalization Grant for set-asides as follows: four (4) percent for Administration; two (2) percent for Small System Technical Assistance; ten (10) percent for Program Management; and fifteen (15) percent for Local Assistance and other State Programs. The fifteen (15) percent for Local Assistance and other State Programs will be broken into ten (10) percent for Capacity Development Program and five (5) percent for the following uses: Rate Studies and Other Technical Assistance; and public water supply (PWS) Small System Technical Sampling Assistance. DEQ will provide work plans for each set-aside to EPA describing how the specified FFY 2026 capitalization grant funds are to be expended during SFY 2027. Table 2 shows the planned DWSRF set-aside activities for SFY 2027.

Set-aside category	Percent of Set - Aside Program	Total amount reserved from FFY 2027 grant	Reclaimed credit from old grants	Cumulative amount to be specified in workplans
Administration	4%	\$ 223,360	\$ -	\$ 223,360
Small System	2%	\$ 111,680	\$ -	\$ 111,680
Program Management	10%	\$ 558,400	\$ -	\$ 558,400
Local Assistance	15%	\$ 837,600	N/A	\$ 837,600
Total	31%	\$ 1,731,040	\$ -	\$ 1,731,040

1. DWSRF Administration

Section 1452(g) of the SDWA authorizes states to utilize set-asides to fund various aspects of the DWSRF program. The oversight of this specific set-aside, Administration Set-Aside, will be accomplished by DEQ personnel and through an interagency agreement with the Oklahoma Water Resources Board (OWRB). Administrative tasks include portfolio management; debt issuance; DWSRF program costs; support services; and financial, management, and legal consulting fees.

Title 82, Section 1085.71 through 1085.84A of Oklahoma Statutes establishes the DWSRF program duties of OWRB and DEQ. The interagency agreement between OWRB and DEQ specifies the responsibilities of each agency in regard to the following tasks: DWSRF capitalization grant application and management; annual joint report to the Governor and Legislature; annual report to EPA; loan applications; binding commitment to loan applicants; bidding and contract documents; loan closings; change orders and other related construction documents; inspections of projects, books and records; environmental reviews; payments; loan terminations; and the return of funds.

As allowed by the SDWA, DEQ reserved and specified an amount equal to four (4) percent of the FFY 2026 capitalization grant for administrative support of the DWSRF. DEQ will use the amount identified in Table 2 from set-aside funds for SFY 2027 DWSRF administration.

In addition to set-aside funds, the Drinking Water Treatment Loan Administration Fund can be utilized by DEQ and OWRB for additional administrative expenses. This fund is an account outside DWSRF, established by statute and funded by fees applied to each SRF loan. At the end of SFY 2027, the balance is approximately \$14,934,928. Table 4 shows accumulated amounts of available funds from SFY 1997 through SFY 2026 and the projected amount for SFY 2027. Additional information concerning this fund is in Section IV, Part B of this report.

Competency of the program is demonstrated through EPA approval of the Quality Management Plan for DEQ. The DWSRF ensures competency of personnel through an established hiring process, training programs, standard operating procedures, and implementation of the quality assurance system within the agency.

2. Small System Technical Assistance

Section 1452(g)(2)(D) of the SDWA authorizes states to utilize set-aside funds to provide technical assistance to public water systems serving a population of 10,000 or fewer. DEQ staff will provide technical assistance and compliance determinations for small systems to assist with compliance of the SDWA.

Small water systems will be provided technical assistance to improve treatment and capacity to operate water systems, improve compliance with drinking water standards, comply with monitoring and reporting requirements, improve the quality of service to customers along with the quality of water system management, and increase the knowledge of board members in efficient water system operation.

As allowed by the SDWA, DEQ reserved and will utilize an amount equal to two (2) percent of the FFY 2026 capitalization grant as identified in Table 2 to fund small system technical assistance activities for SFY 2027.

Using DWSRF funding, DEQ's State Environmental Laboratory Services (SELS) plans to provide advanced technical assistance to the state's small public water supplies (less than 10,000 population) including, collecting drinking water compliance samples on behalf of the small systems, training water operators to properly collect and submit their own compliance samples and create training materials and videos to ensure the sustainability of this technical assistance.

3. State Program Management

Section 1452(g)(2) of the SDWA, authorizes states to utilize set-aside funds to finance State Program Management (SPM) requirements. This set-aside has broad range of eligible activities which may include providing technical assistance to water systems, providing technical assistance through source water protection programs, implementing the Capacity Development and DWSRF programs, and other activities as identified in the workplans. These include providing Long Term 2 Enhanced Surface Water Treatment Rule (LT2ESWTR) assistance, providing Stage 2 Disinfectant/Disinfection Byproducts Rule (S2DBPR) assistance, providing

Revised Total Coliform Rule (RTCR) assistance, providing Lead and Copper Rule (LCR) assistance, providing Lead and Copper Rule Revisions (LCRR) assistance, conducting Sanitary Surveys, performing investigations, providing Ground Water Rule (GWR) assistance, providing Lead and Copper Rule Improvements (LCRI) assistance, and providing Per-and-Polyfluoroalkyl Substances (PFAS) assistance. DEQ personnel will accomplish these tasks.

As allowed by the SDWA, DEQ reserved and specified an amount equal to ten (10) percent of the FFY 2026 capitalization grant as identified in Table 2 for state program management.

Using DWSRF funding, the Water Quality Division (WQD) plans to develop a construction permitting system. The system will enable digital submittals and tracking of engineering and planning documentation that will be used by both the DEQ DWSRF Section and the WQD Construction Permitting Section. This system will reduce ongoing administrative costs to DEQ and will improve permitting timelines and transparency.

Using DWSRF funding, DEQ's State Environmental Laboratory Services (SELS) plans to obtain additional analytical based resources and training to build laboratory technical capacity. These extended capabilities will enable SELS to expand support for current and new rules under the SDWA and develop the analytical methodologies needed to respond to emerging contaminants.

4. Local Assistance and Other State Programs

Section 1452(k) of the SDWA authorizes states to provide funding for Local Assistance and other State Programs. The Local Assistance and other State Programs set-aside funds will be used for the Capacity Development Program, Water Loss Audit Program, SELS PWS Small System Technical Sampling Assistance, RTCR assessments, a professional services contract for rate studies, a professional services contract for leak detection and meter analysis, and any other activities as identified in the workplan submitted to EPA and as allowed under Section 1452(k)(1) of the SDWA.

The Capacity Development Section has developed a formal Source Water Protection Program, which includes a revamped Source Water Assessment (SWA). This redesigned assessment includes a more technical approach to the identification of protection areas, contamination sources, and susceptibility rankings. In addition to the improvements made to the assessment, educational materials have been developed regarding source water protection to better engage water systems and their communities, and a template for a Source Water Protection Plan that water systems can use to further develop their goals regarding protecting their source water. This program is funded through the Local Assistance and Other State Programs set-aside.

Local Assistance funding will also be designated to fund two other programs internal to the agency that are managed by the Capacity Development Section Manager: a capacity development assistance program and a water loss audit program, both focused on helping water supplies serving fewer than 10,000 persons, but not limited to only those systems. The state-wide capacity development assessment and assistance program involves meeting with water system personnel, conducting interviews focused on determining the technical, managerial, and financial (TMF) condition of the water supply, and offering assistance and resources to the

system to address noted deficiencies. In addition to providing assistance, another important goal for capacity development is determining state level trends in TMF conditions and tracking how water system TMF conditions have changed over time to determine the effectiveness of current capacity development technical assistance efforts and to guide future work. The assessments also serve to introduce public water supply personnel to capacity development concepts that they may not be familiar with and to give personnel an opportunity to request capacity development help if they need it.

The water loss auditing program is focused on conducting water loss audits at public water supplies using the American Water Works Association (AWWA) M36 method and software. Local Assistance funding is used to conduct water loss audits at public water supplies that request it, and those seeking DWSRF funding, and the work serves to both conduct the audit and to teach public water supply personnel how to conduct future audits by themselves. Using the AWWA software, public water supplies obtain the knowledge necessary to begin controlling and reducing non-revenue water which increases system efficiency, enhances system sustainability, and reduces the impact on the environment.

Local Assistance funding will also be used to fund two contracts outside of DEQ that are overseen by the Capacity Development Section Manager. The first contract is for leak detection and meter analysis and is implemented by the Oklahoma Rural Water Association (ORWA). Public water supplies are referred by DEQ to ORWA based on the results of water loss audits. ORWA will use the results of the audit to guide leak detection and meter analysis work, with the goal of finding physical leaks, determining production and consumer meter accuracy, and training system personnel on how to conduct leak detection and meter analysis on their own.

The second contract, also implemented by ORWA, is focused on rate studies and TMF assistance to small public water supplies in significant need. Assistance includes establishing and determining appropriate and equitable rates, developing and implementing asset management plans and source water protection plans, and/or addressing other TMF issues to support public water system sustainability.

As allowed by the SDWA, DEQ reserved and will utilize an amount equal to fifteen (15) percent of the FFY 2026 capitalization grant as identified in Table 2 for Local Assistance and other State Programs. In accordance with EPA's DWSRF Set-Aside Management Policy that was announced on February 9, 1999, DEQ reserves the authority to specify the transferred funds from future capitalization grants if they are needed.

B. DRINKING WATER STATE REVOLVING FUND PROJECTS

1. DWSRF Project Priority System

DEQ has established the Project Priority System, included as Appendix A, and prepared the comprehensive Project Priority List (PPL), included as Appendix B. The comprehensive PPL demonstrates which eligible drinking water projects are to receive loan funds from the DWSRF. The PPL is comprised of both a Funding List and a Contingency List that ranks

projects according to the DWSRF Project Priority System (Appendix A), which prioritizes projects that:

- a. Address the most serious risk to human health,
- b. Are necessary to ensure compliance with the requirements of the SDWA,
- c. Assist systems most in need, on a per household basis; and,
- d. Address emergencies including natural and man-made disasters. *

*Projects, deemed by DWSRF, which come about because of an emergency and pose an immediate public health concern will be made a priority over current projects on the PPL.

Eligible projects proposed by applicants requesting funding from the DWSRF are ranked and prioritized according to the Project Priority System procedures. The project with the most points shall be first on the PPL; the project with the least points shall be last. The specific categories of source, treatment, storage, and distribution are not ranked separately. Projects will be funded in order of priority as each project meets the program requirements and is “ready to proceed” throughout the state fiscal year. Projects that do not show regular progress may be removed from the PPL. DWSRF will notify the applicant of an opportunity to show cause why this should not occur.

2. Ready to Proceed

“Ready to proceed” means a project that has met the following requirements:

- a. Approved planning document (engineering report, technical memorandum, DWSRF engineering report form)
- b. Approved front-end documents
- c. Issued construction permit (if applicable)
- d. Approvable financial application
- e. Completed environmental review
- f. Met capacity development requirements (i.e., TMF requirements)
- g. Approvable bids in hand

Projects that are “ready to proceed” may surpass other projects on the PPL that have not yet met the requirements.

The DWSRF review process is project specific. Each DWSRF funded project must include: a project specific engineering report, technical memorandum, or equivalent engineering planning document; an individual set of plans and/or specifications; and an individual environmental review. DEQ may allow exceptions to this project specific review process on a case-by-case basis. The capacity development assessment applies to the applicant, and therefore, may apply to multiple projects for the same applicant.

After the project is advertised and bids are received pursuant to the Oklahoma Public Competitive Bidding Act of 1974, the loan amount is sized in accordance with the bid to be accepted and awarded and is recommended to the OWRB for approval. If approved, DWSRF funds are committed through a board order and binding commitment. OWRB approval is followed by loan closing, signing contract documents, and a “Notice to Proceed” issued to the contractor to start construction on a specified date. DEQ may allow projects to proceed to

OWRB Board review prior to bidding, but bidding must be completed before loan closing, and the loan sized according to the OWRB Board order and lowest acceptable bidder.

3. Bypass Projects Not Ready to Proceed and Small Systems

Projects that are not “ready to proceed” may be bypassed. Bypassed projects will be monitored and encouraged to meet the “ready to proceed” requirements to move forward with DWSRF funding.

In addition, SDWA §1452(a)(2) states, “Of the amount credited to any State loan fund established under this section in any fiscal year, 15 percent shall be available solely for providing loan assistance to public water systems which regularly serve fewer than 10,000 persons to the extent such funds can be obligated for eligible projects of public water systems.” If this SDWA small system funding provision has not been met with projects above the PPL’s fundable line but there are “ready to proceed” small system projects below the fundable line, projects should be bypassed to reach those small system projects to the extent such funds can be obligated for eligible projects.

Oklahoma DWSRF expects to meet the SDWA small system funding provision for SFY 2027. As part of ongoing efforts to meet the small system funding provisions, the DWSRF program will continue its efforts towards marketing, outreach, and technical assistance, including but not limited to the following activities:

- a. Small system technical assistance from DEQ staff and others
- b. Water Loss Audits, including leak detection and meter calibration services
- c. Consultations by DWSRF staff with small systems on the PPL that are not yet “ready to proceed”
- d. Coordination with OWRB and ORWA staff to provide financial and technical consultations
- e. Presentations at conferences and workgroups regarding the availability of small systems technical and financial assistance
- f. DWSRF outreach and marketing
- g. TMF assessment and assistance with developing standard procedures and other documents
- h. Active participation in quarterly meetings of the Funding Agency Coordinating Team (FACT), which is comprised of the United States Department of Agriculture Rural Development (USDA-RD), OWRB, ORWA, Indian Health Services (IHS), Oklahoma Department of Commerce (ODOC), Communities Unlimited (CU), Oklahoma Development Finance Authority (ODFA), Oklahoma Association of Regional Councils (OARC), and more – wherein invitations are extended to water systems with the most urgent technical and financial needs

4. Allocation of Funds

Allocation of funds among the eligible projects is based on a six-step process:

1. Projects of eligible applicants that request financial assistance are ranked according to the Project Priority System and placed on the PPL.

2. The financial assistance needed for each drinking water project that is “ready to proceed” is determined.
3. Sources of unobligated funds available to the DWSRF that are necessary to provide the requested financial assistance are identified.
4. The highest priority projects that will be “ready to proceed” during SFY 2027 are placed on the SFY 2027 Funding List, included as Appendix B.
5. The Bypass Process will be implemented, and notification letters may be issued to applicants which have projects that are not “ready to proceed.”
6. At the time of board review, the consistency with the funds available and the financial assistance requested is checked.

Information pertinent to each DWSRF project is included on the PPL pursuant to the requirements of the SDWA. To be placed on the fundable portion of the list the project must be “ready to proceed.”

The contingency portion of the PPL, included as Appendix B, is developed from the projects that do not rank high enough to be placed on the fundable portion of the list for the current SFY. Projects on this contingency list may receive loan funds should projects in the fundable portion not proceed on schedule or in the event DWSRF is able to further leverage the fund to make additional funds available.

5. Status of the Projects on the Fundable Portion of the Priority List

The SFY 2027 PPL (Appendix B) shows a total of seventy-six (76) projects funded from the base program and/or Infrastructure and Investment and Jobs Act (IIJA) funds. These projects are listed on the PPL with their assigned priority points, project name, loan amount, population, project description, anticipated binding commitment date, and project number.

6. SRF Available Funds

For SFY 2027, the total need of \$216,903,537.11 (IIJA and Base Program) for projects is shown in Appendix B. It is estimated that \$54,225,884.00 will need to be disbursed in SFY 2027. These funds are derived from past capitalization grants and state matching funds, FFY 2026 capitalization grant, General DWSRF Supplemental capitalization grant, and state match for both capitalization grants, investment income, interest income, principal repayments, and projected bond issue funds. If additional funds are needed, DWSRF will use future cap grants, state match, and bond issues to fund future needs.

C. AMERICAN IRON AND STEEL AND BUILD AMERICA, BUY AMERICA

On January 17, 2014, H.R. 3547, the Consolidated Appropriations Act, 2014, (Appropriations Act) was enacted requiring that “none of the funds made available by a State water pollution control revolving fund as authorized by title VI of the Federal Water Pollution Control Act (33 U.S.C. 1381 et seq.) or made available by a drinking water treatment revolving loan fund as authorized by Section 1452 of the Safe Drinking Water Act (42 U.S.C. 300j-12) shall be used for a project for the construction, alteration, maintenance, or repair of a public water system or treatment works unless all of the iron and steel products used in the project are produced in the United States.”

SDWA Section 1452, amended by the Infrastructure Investment and Jobs Act (IIJA), made the American Iron and Steel (AIS) requirement permanent to the DWSRF program.

On November 15, 2021, IIJA, Pub. L. No. 117-58, which includes the Build America, Buy America Act (BABA). Pub. L. No. 117-58, §§ 70901-52, was signed into law. BABA strengthens Made in America Laws and is intended to bolster America’s industrial base, protect national security, and support high-paying jobs. BABA requires that no later than May 14, 2022, 180 days after the enactment of the IIJA, the head of each covered Federal agency shall ensure that “none of the funds made available for a Federal financial assistance program for infrastructure, including each deficient program, may be obligated for a project unless all of the iron, steel, manufactured products, and construction materials used in the project are produced in the United States.”

D. ADDITIONAL SUBSIDY – BASE PROGRAM

During SFY 2027, 14% will be available as additional subsidy as identified in Table 3. This subsidy will be provided as principal forgiveness for promoting regionalization and consolidation projects and to provide some subsidy to water systems which are not disadvantaged to incentivize the use of DWSRF funding and offset some of the costs from the federal requirements of the program. If these projects are not ready to proceed or anticipated by DEQ to be ready to proceed by the end of the fiscal year, DEQ may provide additional subsidy to other projects as determined by DEQ.

Non-disadvantaged communities may receive \$100,000 in principal forgiveness for DWSRF loans greater than \$1,000,000. Table 3 shows the amount of subsidy funds remaining from each fiscal year.

Projects which include regionalization or consolidation may receive an additional subsidy of 10% of the DWSRF loan amount, not to exceed \$500,000, regardless of disadvantaged status.

Projects which qualify for and are awarded funding from the Water Infrastructure Improvements for the Nation (WIIN) Small, Underserved, and Disadvantaged Communities (SUDC) subgrant, as administered by DEQ, may receive this funding as additional subsidy above the DWSRF principal forgiveness subsidy amounts, up to a maximum of 100% total DWSRF and WIIN SUDC subsidy.

For the purposes of DWSRF, regionalization projects are those which include a new interconnection between two or more public water supplies, but each system retains its own identity under separate ownership and management. The purpose of the interconnection may be to obtain an additional water source, replace an existing water source, improve compliance outcomes for either the seller or buyer, obtain an emergency/backup water source thereby increasing water system resiliency, and/or other reasons.

- Regionalization Example 1: Water System A proposes to extend a water line to Water System B. Water System A will purchase water from Water System B. Both water systems will retain their individual identities. The interconnection may have been installed to:
 - Remove an old and non-compliant water treatment plant from operation.
 - Provide an additional water source to meet demand.

- Provide a backup supply in the event of a major line break, power outage, natural disaster, or depletion of source water.
- Regionalization Example 2: A new water system is created and infrastructure is constructed, including all interconnections, to provide water to multiple existing water systems in the region. All water systems retain their individual identities.

For the purposes of DWSRF, consolidation projects are those in which two or more separately managed public water supplies construct infrastructure for the purpose of combining into one public water supply under one ownership and/or management structure.

- Consolidation Example: Water System A proposes to extend a water line to Water System B. Water System A will purchase or otherwise take ownership of the infrastructure of Water System B. The management structure of Water System B is dissolved.

TABLE 3
Available Additional Subsidy– Base Program
SFY 2027

FFY 2024	FFY 2025	FFY 2026	Available for SFY 2027
\$612,622.00	\$2,219,140.00	\$781,760.00	\$3,613,522.00

E. DAVIS-BACON WAGE RATES

The requirement for implementation of the Department of Labor (DOL) Davis-Bacon Prevailing Wage Rates for DWSRF projects is a mandatory condition of federal funding. DEQ has fully implemented this requirement by ensuring that the latest DOL wage rates for each contract of each project are established prior to bidding, that weekly payroll reports are received from the prime and sub-contractors and reviewed by the water system, that employee interviews are conducted during the contract period, and that all complaints regarding the wage rate determinations are investigated and resolved.

F. SUSTAINABILITY POLICY

The primary direction of EPA’s Sustainability Policy is “encouraging communities to develop sustainable systems that employ effective utility management practices to build and maintain the level of technical, financial, and managerial capacity necessary to ensure long-term sustainability.”

The Capacity Development Section maintains a strong capacity development program which includes a comprehensive review of each DWSRF applicant for technical, financial, and managerial capacity. This program is the platform for a sustainability program because it already incorporates the three-tiered review. Applicants are evaluated through detailed technical reviews, financial audits, and managerial checklists. To qualify for a DWSRF loan, an applicant must meet a minimum debt coverage ratio of 1.25.

The Capacity Development Section, using the set-asides for State Program Management, Small System Technical Assistance, and Local Assistance, expands the review of systems from the DWSRF applicants to all Oklahoma public water supply systems. An annual Capacity

Development Report is provided to EPA each year, prior to September 30, detailing all the activities which are incorporated into the ongoing strategy for ensuring capacity development for public water supply systems. The report provides information on Oklahoma's efforts through enforcement, permitting, operator certification, source water protection, small system technical assistance, the Area-Wide-Optimization-Program (AWOP), and the Public Water Supply Sanitary Survey program.

G. REPORTING REQUIREMENTS

DWSRF provides numerous reports to EPA and other entities as required by the capitalization grant agreement or other federal and state requirements.

Oklahoma will report quarterly in the Office of Water State Revolving Fund (OWSRF) Data System on the use of all DWSRF funds. This information will also be included in the Annual Report. Quarterly reporting shall include use of the funds for subsidy, as well as information on the environmental benefits of DWSRF assistance agreements.

Oklahoma will also report annually to the OWSRF Data System. Detailed reporting will include all required information related to the DWSRF capitalization grant, set-asides, leveraged funds, and project and loan costs.

Oklahoma will report to the SAM.gov database as each equivalency project loan is closed to the amount of the capitalization grant less the set-asides for each year. Oklahoma will report the amount of capitalization grant and set-aside funds used for projects, as determined at loan closing, to the SAM.gov database.

III. DWSRF GOAL STATEMENTS

A. SHORT-TERM GOALS

1. Provide seventy-six (76) loans to the seventy-three (73) water systems listed on the Fundable Portion of the SFY 2027 PPL. (Target Completion: June 2027)
2. Apply for FFY 2027 capitalization grants. (Target Completion: April 2027)
3. Complete set-aside work plans specifying funds from the capitalization grants. (Target Completion: Within 90 days of grant award)
4. Use set-aside funds to implement Capacity Development Strategy. (Target Completion: June 2027)
5. Use set-aside funds to provide technical assistance to systems to comply with LT2ESWTR, S2DBPR, RTCR, LCR, LCRR, LCRI, GWR, PFAS, and Sanitary Surveys. (Target Completion: June 2027)
6. If needed, issue DWSRF Revenue Bonds to finance the additional demand for drinking water loan funds. (Target Completion: June 2027)
7. Expend capitalization grants within two years of grant award.
8. Promote and market the DWSRF program by giving presentations and attending outreach conferences around the State. (Target Completion: June 2027).
9. Target the additional funds made available through the IJJA to disadvantaged communities. (Target Completion: June 2027)

B. LONG-TERM GOALS

1. Maintain the fiscal integrity of the DWSRF and assure a continuous enhancement of the loan fund for future generations.
2. Maintain the fund in perpetuity. Perpetuity consists of maintaining the principal amounts of the State matching funds and capitalization grants, less set-asides, within the DWSRF.
3. Assist the State in meeting the total drinking water funding needs by blending DWSRF capitalization grant and State match funds with leveraged DWSRF bond proceeds to provide long-term, low-interest drinking water financing.
4. Obtain maximum capitalization of the fund for the State while generating sufficient investment and loan interest earnings to reduce and retire revenue bonds.
5. Use set-aside funds along with DWSRF loans to maximize compliance and public health protection.
6. Promote technical, managerial, and financial capability of all public water supply systems.
7. Encourage the consolidation and/or regionalization of small public water systems that lack the capability to operate and maintain systems in a cost-effective manner.
8. Target public water supply projects with health-based violations to reduce the non-compliance rate.
9. Target the additional funds made available through the IIJA to disadvantaged communities.
10. Encourage cybersecurity and climate resilient projects.
11. Continue to refine the Capacity Development Program through the following actions:
 - a. Revising the capacity development strategy to reflect current goals and methods used by the Capacity Development Section, including the promotion of proper asset management at Oklahoma public water supplies.
 - b. Enhancing implementation of the Water Loss Auditing and Leak Detection Program.
 - c. Increasing the amount of technical, managerial, and financial assistance provided to small Oklahoma public water supplies, both from Capacity Development Section staff and from 3rd-party technical assistance providers.
 - d. Increase the amount of Source Water Protection Plans completed for public water supply systems through the Source Water Protection Program to reduce the potential for drinking water contamination.
 - e. Promoting and transferring optimization concepts to water systems through participation in the area wide optimization program (AWOP).

C. ENVIRONMENTAL RESULTS UNDER EPA ASSISTANCE AGREEMENTS

1. In accordance with EPA's Environmental Results under EPA Assistance Agreements, Order No. 5700.7, which became effective on January 1, 2005, DEQ herein describes the outputs to be used as a measure to comply with these requirements.

- a. Output 1 – Provide seventy-six (76) loans to the seventy-three (73) water systems listed on the SFY 2027 PPL. See Appendix B for a list of projects on the PPL.
 - b. Output 2 – Enter into binding commitments with sixty-seven (67) small systems and six (6) large systems, two large systems and one (1) small system will have two different loans, for a total of seventy-three (73) projects during SFY 2027. See Appendix B for a list of these systems and their population.
2. Environmental benefits will result from projects completed to reduce specific contaminants in the drinking water, create energy savings, conserve water, increase capacity to meet current water needs, replace aging infrastructure, and comply with state and federal regulations.

IV. FINANCING PLANS

The type of assistance provided will be loans for up to 100 percent of the eligible cost of drinking water projects. DWSRF program requirements are defined in DEQ and OWRB program regulations. OWRB provides a DWSRF financing plan that maintains funds to meet the program demand. Loans that are below market interest rates provide affordable financing and incentives for loan applicants to meet the program requirements. The program provides flexibility and for the perpetuity of the DWSRF.

DEQ and OWRB provide one financing plan for both small and large systems, a long-term DWSRF loan. The long-term DWSRF loan is a 30-year loan with a fixed interest rate used for the construction of drinking water infrastructure improvements. Interest and administration fees are paid semi-annually based on outstanding principal loan balance. Principal payments start according to the date set forth in the promissory note.

Beginning with the 2009 American Recovery and Reinvestment Act and the FFY 2010 capitalization grant, DWSRF may grant subsidies in the form of principal forgiveness to systems. The total amount of subsidies given will be determined by the FFY 2026 capitalization grant. The DWSRF draws all the State matching funds first, followed by federal capitalization grants, bond fund, and then second round funds.

A. DWSRF INTEREST RATES

DWSRF will provide long-term financing loans for both small and large public drinking water systems at an interest rate equal to 70% of Municipal Market Daily (MMD) AAA scale spot rates plus 0.40% to 0.66% to account for interest rate risk, where 0.40% is charged on the shortest maturities and 0.66% is charged on the longest maturities. An additional 0.50% administrative fee is charged on the unpaid principal balances. The interest rate calculation is reviewed annually by the OWRB and is subject to change on future loans.

B. ADMINISTRATION FEES

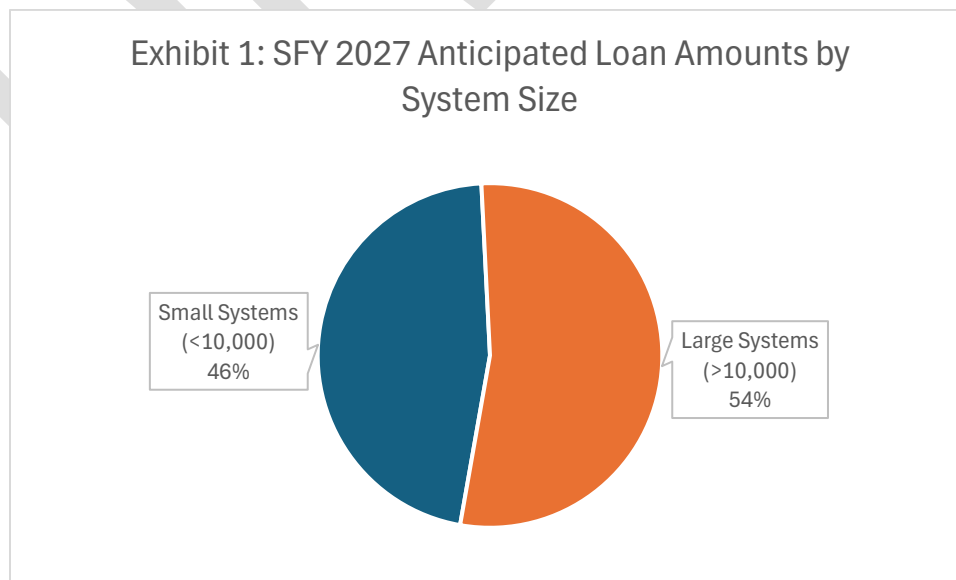
OWRB charges a biannual administration fee of 0.5% on the unpaid loan balance, and an application fee upon filing. This fee is based on the size of the application. Administrative fees collected are deposited into the Drinking Water Treatment Loan Administration Fund as shown in Table 4. This fund is a statutory account outside the DWSRF, and fees deposited into this fund will be used to offset the future DWSRF administrative expenses of DEQ and OWRB including, as necessary, the State match for DWSRF capitalization grants and reserve to issue bonds. It is

projected that the Drinking Water Treatment Loan Administrative Fund will contain approximately \$14,934,928 at the end of SFY 2027.

Table 4	
Drinking Water Treatment Loan Administration Fund Projections	
Projected Balance as of June 30, 2026	\$ 15,611,479
Revenue	
	SFY2027
Application Fees	\$ 5,000
Administration Fees on Loans (0.5%)	\$ 4,962,169
Interest Earnings on Fund 444	\$ 291,280
Recovery of Loan Default	\$ 65,000
Total Revenue	\$ 5,323,449
Expenses	
Administrative Costs	\$ 1,000,000
Funds Used for State Match	\$ 5,000,000
Total Expenses	\$ 6,000,000
Balance	\$ 14,934,928

C. BINDING COMMITMENTS

It is anticipated that DEQ will enter into seventy-six (76) binding commitments with sixty-seven (67) small systems and six (6) large systems during SFY 2027. EPA requires that 15% of loan funds be utilized for small systems, Exhibit 1 shows that the Oklahoma DWSRF exceeds this requirement.



V. ASSURANCES AND SPECIFIC PROPOSALS

DEQ provides the necessary assurances and certifications as a part of the Operating Agreement between DEQ and EPA. The DEQ/EPA Operating Agreement includes the requirements of the SDWA, as follows:

1. The State has the authority to establish a DWSRF project loan fund and to operate the DWSRF program in accordance with the SDWA.
2. The State will comply with its statutes and regulations.
3. The State has the technical capability to operate the program.
4. The State will accept capitalization grant funds in accordance with a payment schedule.
5. The State will deposit all capitalization grant funds in the DWSRF project fund or set-aside account.
6. The State will provide an amount at least equal to 20 percent of the capitalization grant (State match) in the DWSRF project fund.
7. The State will provide an amount at least equal to 20 percent of the DWSRF General Supplemental made available through the IIJA.
8. The State will deposit interest earnings and repayments into the DWSRF project fund.
9. The State will match capitalization grant funds the State uses for 1452(g)(2) set-asides.
10. The State will use generally accepted accounting principles.
11. The State will have the DWSRF project fund and set-aside account(s) audited annually in accordance with generally accepted government auditing standards.
12. The State will adopt policies and procedures to assure that borrowers have a dedicated source of revenue for repayments.
13. The State will commit and expend funds as efficiently as possible, and in an expeditious and timely manner.
14. The funds will be used in accordance with the IUP and workplans.
15. The State will provide EPA with an annual report.
16. The State will comply with all federal cross-cutting authorities.

The State agrees that binding commitments for DWSRF projects receiving loan funds made available from federal funding will be made only after the State has conducted an environmental review according to DWSRF regulations (Oklahoma Administrative Code 252:633) and a determination is executed and distributed using the EPA approved State Environmental Review Process (SERP).

The State agrees to submit annual reports to EPA on the actual use of funds and how the State has met the goals and objectives for the previous fiscal year as identified in the IUP from the previous year.

VI. CRITERIA FOR PROJECT SELECTION AND DISTRIBUTION OF FUNDS

A. DISTRIBUTION OF FUNDS

The following criteria were used to develop the proposed distribution of the DWSRF funds:

1. Utilize set-asides as authorized by the SDWA.

2. Identify all possible public drinking water systems eligible to receive DWSRF assistance.
3. Identify and rank public drinking water system projects requesting financial assistance that result in compliance with SDWA requirements.
4. Determine the readiness to proceed for each project ranked on the DWSRF PPL.
5. Identify the funding sources and spending limits of DWSRF.
6. Allocate funds to projects ready to proceed according to the Project Priority System, Appendix B.
7. Develop a grant payment schedule that will be used to make timely binding commitments to the projects selected for DWSRF assistance. The anticipated federal DWSRF loan fund payment schedule for the FFY 1997 through FFY 2026 capitalization grants is included as Appendix C.
8. Develop an outlay schedule to pay project costs as incurred.

All funds in the DWSRF will be used to provide direct construction loans, long-term small community loans, or to refinance existing debt obligations of eligible applicants when such debt obligations were incurred and the construction commenced after July 1, 1993, and all program requirements have been met.

Provisions for project bypass, assistance deadlines, and default are addressed in the DEQ DWSRF regulations and/or State legislation implementing the DWSRF.

Set-aside funds are used for the administration of the DWSRF program, to provide small-system technical assistance, manage the State program, provide local assistance, and fund other State programs for water systems. These activities have a direct impact on solving existing problems and preventing future problems. By implementing these programs, the costly need for infrastructure may be reduced. An example is the Small System Technical Assistance Program that provides a water system with training and assistance to operate a plant more efficiently. This will enable the water system to make operational changes to meet the stringent treatment and maximum contaminant level requirements for turbidity, total trihalomethanes, and the five haloacetic acids, rather than spending funds on costly construction for upgrades that may be unnecessary.

Though using set-asides may take away from the amount of grant funds to be used for loans, the long-term plan is to concurrently implement the set-aside programs with the loan program to provide the best overall assistance to water systems.

DEQ decides each year which programs are needed and prepares a budget for each of the programs. Based on the budgets and history of the program, DEQ determined that 31 percent of the FFY 2026 grant for set-asides is needed to fund the programs for SFY 2027. DEQ will provide work plans for each set-aside to EPA describing how the specified FFY 2026 capitalization grant funds are to be expended during SFY 2027.

B. FUNDS AVAILABLE FOR DWSRF PROJECTS

As discussed in Section III. A. 1, and shown in Table 1 and Appendix B, it is anticipated that funding will be available during SFY 2027 for seventy-six (76) projects listed on the combined (IIJA and Base) PPL. There is a great need for funding drinking water infrastructure and the current

demand for funds by projects that are ready to proceed will justify leveraging of funds. The OWRB may issue bonds in SFY 2027 to meet needed funding for DWSRF projects.

C. DWSRF LEVERAGED BOND ISSUE

Similar to previous years, substantial demand for drinking water funds exceeds capitalization grants and State match amounts. DEQ and OWRB may issue DWSRF revenue bonds (amount to be determined) to finance the additional demand. The revenue bonds will be sized based on the amount of identified need, and a portion of the proceeds may include funds for the purpose of providing the State matching funds. The revenue bonds may be issued in a single series, or multiple smaller series as funds are required for eligible project costs. The series of revenue bonds will be issued as needed.

D. DESCRIPTION OF FINANCIAL STATUS OF DWSRF

The financial status and funds expected to be available to the DWSRF during SFY 2027 are shown in Table 1.

E. DEVELOPMENT OF PAYMENT SCHEDULE

The total amount of loan funds and spending limits are identified in the grant payment schedule included as Appendix C. This chart shows the federal payment schedule for loan funds for FFY 2025 and FFY 2026 capitalization grants. This amount is summarized by quarter and the totals are shown.

All project loans scheduled for funding from the DWSRF will be reviewed for consistency with appropriate planning, design, and construction requirements. Evidence of this review and funding shall be documented in each DWSRF project file.

For any fiscal year, fifteen percent (15%) of the capitalization grant amount shall be available solely for providing loan assistance to public water systems which regularly serve fewer than 10,000 persons to the extent such funds can be obligated for eligible projects of public water systems.

To the extent capitalization grant funds are to be disbursed to loan recipients for direct project costs, those funds will be drawn from the EPA's Automated Clearing House (ACH). State match will be expended prior to the draw upon capitalization grant funds.

The FFY 2026 State match requirement for the DWSRF base (20%) and the IJJA General Supplemental (20%) totaling \$8,351,400 will be met through appropriated funds, bond issuance, and/or the DWSRF Administrative Account managed by OWRB.

Oklahoma's projected grant payment schedule is based on the time of the capitalization grant award, expenditure of the State match, the scheduled dates for binding commitments, projected construction schedules for projects as specified for a particular bond series, and the proposed budget for set-asides.

F. FINANCIAL PLANNING PROCESS AND MANAGEMENT OF FUNDS

The OWRB and its financial advisor have developed the DWSRF cash flow analysis/capacity model to gauge the long-term health of the SRF. The model is continually monitored throughout each fiscal year to ensure the DWSRF program may be operated in perpetuity. Moreover, the model is used to aid in illustrating the overall impact to program capacity resulting from extended term financing, fluctuating federal funding levels, lending rate policies, and market volatility, etc.

G. CASH DRAW RATIO

All State match funds will be drawn prior to capitalization grant draws to ensure the required cash draw ratio will be maintained.

VII. SAFE DRINKING WATER ACT AMENDMENT OPTIONS

A. PRIVATELY OWNED DRINKING WATER SYSTEMS

Although the SDWA provides for funding of privately owned drinking water systems, DEQ has determined that funding these systems is not in compliance with the state statutes and constitution. According to Oklahoma Annotated Code Title 82 Section 1085.72 and Article 10, Paragraph 39 of the Constitution of Oklahoma, the definition of eligible entity is limited to mean “any city, town, county or the State of Oklahoma, and any rural water district, public trust, master conservancy district, any other political subdivision or any combination thereof.” By law, the funds established for the DWSRF are limited to those entities, precluding any privately owned entities from receiving monies.

B. DISADVANTAGED COMMUNITIES

Definitions:

- A “disadvantaged community” means those communities with a population whose median household income (MHI) is less than 90% of the national MHI and is not a severely disadvantaged community.
- A “severely disadvantaged community” means a community with a population whose MHI is less than 60% of the national MHI.

MHI is based on the 5-year estimate from the most recent year of the United States Census Bureau, American Community Survey. In accordance with the DWSRF ranking system, disadvantaged communities will receive 40 priority points and severely disadvantaged communities will receive 60 priority points.

Water systems with a population of 250 or less that do not meet the definition of a disadvantaged or severely disadvantaged community, or with insufficient information to determine disadvantaged status, may complete and submit a household income survey for the community. DEQ will determine disadvantaged community status based on the information submitted.

Additionally, water systems such as rural water districts that do not primarily operate within the bounds of a city, town, or municipality who disagree with DEQ’s determination of their disadvantaged status may provide a spreadsheet listing out the physical addresses,

including zip codes, of each service connection. DEQ will determine disadvantaged community status based on the information submitted.

During SFY 2027, 12% of the base capitalization grant will be available for communities that meet the above definitions.

- Disadvantaged communities may receive 50% of the DWSRF loan as principal forgiveness with a maximum subsidy of \$1,000,000.
- Severely disadvantaged communities may receive 75% of the DWSRF loan as principal forgiveness with a maximum subsidy of \$1,000,000.

The above subsidy amounts are in conjunction with the DWSRF IJA General Supplemental subsidy and are not in addition to those funds.

C. TRANSFER OF FUNDS

Under the SDWA, the state is allowed to transfer and/or cross-collateralize fund assets of the DWSRF program and the CWSRF program. Upon EPA approval, Oklahoma may take advantage of funding flexibility between the CWSRF and DWSRF programs, to assure adequate capacity to meet all funding demands. In accordance with the Safe Drinking Water Act – State Revolving Fund (SRF) funds transfer provisions (Section 302), the State hereby reserves the “authority to transfer an amount up to 33 percent of the Drinking Water SRF program capitalization grant to the Clean Water SRF program or an equivalent amount from the Clean Water SRF program to the Drinking Water SRF program.” With this IUP, Oklahoma requests the ability to transfer funds as necessary between the DWSRF and CWSRF, up to 33 percent of the capitalization grant during SFY 2027. The approval of the IUP will constitute the approval of the transfer request. It is understood that fund transfers between the programs during SFY 2027 or in future years may not be available for return to the SRF fund of origin if a permanent extension of transfer authority is granted.

D. FEDERAL REQUIREMENTS ON SPECIFIC FUNDS (EQUIVALENCY)

DWSRF has two classifications of projects: Equivalency and Non-Equivalency

Non-Equivalency: These projects are subject to some federal requirements, commonly known as “cross-cutters”, such as civil rights laws (known as “super cross-cutters”), Davis-Bacon and Related Acts (Davis-Bacon), American Iron and Steel (AIS) provisions, and EPA signage.

Equivalency: These projects must follow all applicable federal requirements, commonly known as “cross-cutters”, such as civil rights laws (known as “super cross-cutters”), Davis-Bacon, AIS, EPA signage requirements, Build America Buy America (BABA), and Disadvantaged Business Enterprise (DBE). Equivalency projects may receive an additional interest rate reduction and/or additional subsidy.

All projects funded by lead service line replacement (LSLR) funds or emerging contaminants (EC) funds will be equivalency projects as required by EPA.

VIII. Infrastructure Investment and Jobs Act (IIJA)

The IIJA, previously known as the Bipartisan Infrastructure Law (BIL), was signed into law on November 15, 2021. It provides billions of dollars over a five-year period (FFY 2022 to FFY 2026) to the DWSRF through EPA with the goal of strengthening our nation's drinking water systems. The IIJA provides additional capitalization grants for DWSRF General Supplemental funding, Lead Service Line Replacement funding and DWSRF Emerging Contaminants funding. All these new funds are subject to the same governing rules, regulations, and conditions as the DWSRF Base Program.

A. DWSRF IIJA GENERAL SUPPLEMENTAL FUNDING

49% of the DWSRF IIJA general supplemental grant will be made available as subsidy in the form of principal forgiveness to disadvantaged or severely disadvantaged communities.

DWSRF IIJA General Supplemental PPL

The IIJA DWSRF General Supplemental PPL includes a total of 76 projects, accumulating an anticipated total cost of \$216,903,537.11, see Appendix B, page 2.

DWSRF IIJA General Supplemental Set-Asides

During SFY 2027, DEQ plans to utilize \$1,446,920.00 for Administration, \$723,460.00 for Small System Technical Assistance, \$3,617,300.00 for State Program Management, and \$3,617,300.00 for Local Assistance and other State Programs from the FFY 2026 IIJA DWSRF General Supplemental capitalization grant as well as supplement the funding for state eligible programs and activities listed under the Set-Asides Programs of the DWSRF Base program.

DWSRF IIJA General Supplemental State match

During SFY 2027, like the DWSRF Base Program, the IIJA General Supplemental requires twenty percent (20%) State match, which is provided through appropriated funds, bond issuance, and/or the DWSRF Administrative Account managed by OWRB. The state match amount is listed in Table 1, Sources and Uses.

DWSRF IIJA General Supplemental Requirements and Goals

In addition to the goals listed above, the main focus for these funds will be to assist those communities that meet the state definition for a disadvantaged or severely disadvantaged community. The subsidy from this allocation will only be provided to those communities that meet the state definition of disadvantaged or severely disadvantaged community. During SFY 2027, 49% of the capitalization grant (\$17,724,770.00) will be available as subsidy to communities which meet the state definition of a disadvantaged or severely disadvantaged community. Subsidy will be provided as principal forgiveness at the following rates:

- Disadvantaged communities may receive 50% of the DWSRF loan as principal forgiveness with a maximum subsidy of \$1,000,000.
- Severely disadvantaged communities may receive 75% of the DWSRF loan as principal forgiveness with a maximum subsidy of \$1,000,000.

The above subsidy amounts are in conjunction with the DWSRF base disadvantaged subsidy and are not in addition to those funds.

Prioritization of Loan Forgiveness Funds

Under the general supplemental and base program funding, communities may only receive principal loan forgiveness for one project in SFY 2027. Ready to proceed projects will receive available funding first. If there are not enough funds for all ready to proceed projects, projects will be prioritized based on the Project Priority System as determined by the criteria in Appendix A.

B. DWSRF IIJA LEAD SERVICE LINE REPLACEMENT FUNDING (LSLR)

49% of the DWSRF IIJA lead service line replacement grant will be made available as subsidy in the form of principal forgiveness to disadvantaged or severely disadvantaged communities. Non-disadvantaged communities may not receive subsidy, but may still receive a loan from this fund.

Project eligibility under this appropriation is limited to lead service line replacement (LSLR), galvanized service lines requiring replacement (GRR) integrated components, planning and design, associated activities for LSLR projects, and developing lead service line inventories in accordance with the LCRR and LCRI. The EPA's Guidance for Developing and Maintaining a Service Line Inventory defines a "lead service line" as, "a service line made of lead, which connects the water main to the building inlet. A lead service line may be owned by the water system, owned by the property owner, or both....a galvanized service line is considered a lead service line if it ever was or is currently downstream of any lead service line or service line of unknown material."

DWSRF IIJA Lead Service Line Replacement PPL

The Lead Service Line Replacement PPL includes a total of \$118,055,743.00. Table 5 shows the sources and uses for IIJA LSLR. Most, if not all, of these communities are seeking loan forgiveness. As listed in Appendix E, the Lead Service Line Replacement PPL includes a total of twenty-nine (29) projects. The fundable list portion of this PPL includes twenty-nine (29) projects. All but three (3) of these communities meet the state definition of a disadvantaged or severely disadvantaged community.

TABLE 5: SOURCES AND USES FOR IJJA LSLR	
SOURCES OF FUNDS	
¹ Estimated Beginning Balance on July 1, 2026	\$ 51,910,217
² Federal Grant FFY 2025	\$ 28,650,000
² Federal Grant FFY 2023 reallocation	\$ 5,459,000
² Federal Grant FFY 2024 reallocation	\$ 5,861,000
Principal Repayments	\$ 208,001
Interest Earnings on Loans	\$ 49,480
Sub Total	\$ 40,227,481
Total Sources of Funds	\$ 92,137,698
USES OF FUNDS	
Disbursements-Anticipated SFY 2027	\$ 10,000,000
*DWSRF Set-Aside Programs for SFY 2027	
Administration	\$ 2,414,227
Small System TA	\$ 1,473,006
Program Management	\$ 5,751,431
Local Assistance	\$ 5,803,791
	\$ 15,442,455
Total Uses of Funds	\$ 25,442,455
³ Funds Remaining	\$ 66,695,243
*Includes Carryover from SFY 2023 and 2024.	
¹ Beginning balance for SFY 2027.	
² DEQ is requesting the funds for FFY 2025.	
³ Due to lack of entities pursuing loans we anticipate having additional funds remaining.	

DEQ will utilize the remaining funds from FFY 2023 and FFY 2024 LSLR capitalization grants during SFY 2027. DEQ will apply for the FFY 2025 LSLR capitalization grant approved by Congress and the FFY 2023 and 2024 reallocations. The subsidy from these funds will only be provided to those communities that meet the state definition of a disadvantaged or severely disadvantaged community. 49% of each federal grant will be available to disadvantaged or severely disadvantaged communities as defined under Section VII, Part B, Disadvantaged Communities. The amount of the loan forgiveness and loan terms will be as follows:

- 0.0% interest rate on all LSL loans
- 0.0% administrative fee on all LSL loans
- Disadvantaged or severely disadvantaged communities with:
 - A population of 10,000 people or fewer may receive 75% of the DWSRF loan amount as principal forgiveness.
 - A population more than 10,000 people may receive 50% of the DWSRF loan amount as principal forgiveness.
- Non-disadvantaged communities may receive a loan, without subsidy, with the above listed 0% interest rate and 0% administrative fee.
- Non-disadvantaged communities with projects that benefit areas of low income (below 90% of National Median Household Income) may qualify for loan forgiveness for those areas in the amounts listed above based on the entire community's population.
- Disbursements will be proportional to the overall subsidy rate.

Project eligibility and other miscellaneous information:

- Communities will not be eligible for LSL funding until the initial LSL inventory has been submitted to and accepted by DEQ.
- Any project funded under this appropriation involving the replacement of a lead service line must replace any section of service line, whether public or private, that contains lead. Partial service line replacement may be allowed, if approved by DWSRF.
- Corrosion control studies, chemical injection, and associated infrastructure are eligible under the base DWSRF program, but are not eligible for LSLR funds.
- Consistent with the base DWSRF program, bottled water is not eligible under this appropriation; however, water filters provided to residents in conjunction with LSL/GRR service line replacement work is an eligible cost for LSL funds.

Given that water mains may be connected directly to lead service lines and water meters may be installed in a variety of locations, including directly connected to a lead service line, these funds may be used to replace integrated components, such as water meters, under the following circumstances:

1. The state determines that integrated components are financially integrated into the lead service line replacement project such that the project could not proceed without their replacement.
2. Integrated components needing repair or replacement are directly connected to a lead service line; and
3. Integrated components are in a disadvantaged or severely disadvantaged community as defined in Section VII, Part B of this IUP, in accordance with the Safe Drinking Water Act 1452(d)(3).

DWSRF IJJA Lead Service Line Replacement Set-Asides

Set-aside eligibilities under this appropriation include, but are not limited to, the development of LSLR inventories, technical assistance to small water systems undertaking LSLR inventories or construction projects, planning and design for LSLR projects, funding state staff and contractors working on LSLR outreach and inventory plans, etc.

To complete these tasks, during SFY 2027, DEQ plans to utilize the remaining FFY 2023 & 2024 LSLR capitalization grant set-asides and apply for the FFY 2025 capitalization grant set-asides as listed in Table 5 to implement the IJJA DWSRF Lead Service Line Replacement capitalization grant. DEQ will not apply for set-asides from the FFY 2023 or 2024 reallocations.

DEQ will utilize LSLR set-asides for two technical assistance contracts. The first will be continued technical support for small public water supplies in the development of the Initial Lead Service Line Inventory and Baseline Inventories and assist in the transition from initial to Baseline Lead Service Line Inventory. The second contract will assist small systems to complete service line investigative work which will include potholing, service line material identification, and an approved statistical analysis model to identify locations of lead service lines.

DWSRF IIJA Lead Service Line Replacement Requirements and Goals

In addition to the goals listed above, the main focus for these funds will be to assist those communities and service areas that meet the state definition of a disadvantaged community with, but not limited to, the following:

- Assist water systems with developing lead service line initial inventories, baseline inventories, and replacement plans in accordance with the LCRR and LCRI.
- Investigate unknown service lines to determine piping material(s).
- Replace lead and/or GRR service lines as defined above on both privately and publicly owned service lines.

C. DWSRF IIJA EMERGING CONTAMINANT FUNDING

Projects utilizing these funds will be used to address emerging contaminants in drinking water systems. Emerging contaminants are those which are listed on any of EPA's Contaminant Candidate Lists (CCLs), including PFAS and Manganese. These funds will be used to provide 100% subsidy as principal forgiveness with a minimum of 25% of the funds awarded to communities that meet the state definition of a disadvantaged community or have a population less than 25,000 people.

DWSRF IIJA Emerging Contaminant PPL

The Emerging Contaminant PPL includes a total of \$51,053,834, of which \$42,292,490 will be funded from the Emerging Contaminant capitalization grants (FFY 22, FFY 23, FFY 24, and FFY 25) made available through IIJA. As listed in Appendix F, the Emerging Contaminant PPL includes a total of eight (8) projects. All these communities meet the definition of a disadvantaged or severely disadvantaged community, and all but one serves less than 25,000 people.

TABLE 6: SOURCES AND USES EMERGING CONTAMINANTS

SOURCES OF FUNDS	
Beginning Balance on July 1, 2026	\$ 34,075,530
Federal Grant FFY 2026	\$ 8,216,960
Sub Total	\$ 42,292,490
Total Sources of Funds	\$ 42,292,490
USES OF FUNDS	
Anticipated Disbursements for SFY 2027	\$ 7,324,436
*DWSRF Set-Aside Programs for SFY 2027	
Administration	\$ 934,732
Small System TA	\$ 750,499
Program Management	\$ 1,619,903
Local Assistance	\$ 1,661,198
Subtotal	\$ 4,966,332
Total Uses of Funds	\$ 12,290,768
** Funds Remaining	\$ 30,001,722
* Includes Carryover from SFY 2022, 2023, 2024, and 2025	
** Due to lack of entities pursuing loans we anticipate having funds remaining	

DWSRF IJA Emerging Contaminant Set-Asides

During SFY 2027, DEQ plans to utilize the set-aside amounts listed in Table 6 to implement the IJA DWSRF Emerging Contaminant capitalization grant.

DWSRF IJA Emerging Contaminant Requirements and Goals

The main focus for these funds will be to improve the drinking water by removing contaminants listed on any of the EPA CCLs, which includes manganese and PFAS.

DEQ will utilize the remaining funds from FFY 2022, 2023, 2024, and 2025 emerging contaminants capitalization grants as well as the FFY 2026 Emerging Contaminants capitalization grant. During SFY 2027, 100% of the grant, less set-asides, will be available as subsidy and 25% of the grant will be directed toward disadvantaged/severely disadvantaged communities or communities serving fewer than 25,000 people. DEQ will apply for the FFY 2026 Emerging Contaminants capitalization grant in the amount of \$11,104,000.00 as approved by Congress.

A major obstacle for water system's pursuing these funds is upfront costs of planning and design for unregulated contaminants. In order to remove this obstacle, DEQ plans to pair the Emerging Contaminants Small Disadvantaged Communities Grant (EC-SDC) from EPA with this appropriation to provide funding for planning and design costs and assist small, disadvantaged communities in obtaining DWSRF emerging contaminants assistance agreements.

Transfer of Funds

Under the SDWA, the state is allowed to transfer and/or cross-collateralize fund assets of the DWSRF program and the CWSRF program. Oklahoma may take advantage of funding flexibility between the CWSRF and DWSRF programs, provided by EPA, to ensure adequate capacity to meet all funding demands. In accordance with the Safe Drinking Water Act – State Revolving Fund (SRF) funds transfer provisions (Section 302), the State hereby reserves the authority "to transfer an amount up to 33 percent of the Drinking Water SRF program capitalization grant to the Clean Water SRF program or an equivalent amount from the Clean Water SRF program to the Drinking Water SRF program." With this IUP, Oklahoma requests the ability to transfer funds as necessary between the DWSRF and CWSRF, up to 33 percent of the capitalization grant during SFY 2026. The approval of the IUP will constitute the approval of the transfer request. It is understood that fund transfers between the programs during SFY 2026 or in future years may not be available for return to the SRF fund of origin if a permanent extension of transfer authority is granted.

IX. PUBLIC REVIEW AND COMMENT

To ensure the public had an opportunity to review DEQ's proposed plans for the DWSRF, a draft IUP was made available to the public for 30 days and public meeting was held on June 25, 2026. To ensure that interested parties are made aware of the public meeting date, DEQ posted notice on DEQ's website; at the entrance to the DEQ central office building; and distributed announcements to a mailing list of public water systems, state and federal agencies, environmental organizations, public health officials, consulting engineers, financial consultants, and interested citizens. The public comment period closed on June 26, 2026, at Close of Business (COB).

X. AMENDMENTS TO THE PLAN

Revisions to this plan determined to be insignificant and/or minor revisions required for administrative purposes shall be made by DEQ without notification to the public and will be reported to EPA in the annual report.

DRAFT

**APPENDIX A
PROJECT PRIORITY SYSTEM**

**OKLAHOMA DEPARTMENT OF ENVIRONMENTAL QUALITY
DRINKING WATER STATE REVOLVING FUND**

Statutory References: *OAC 252:633-1-5*
 OAC 255:633-3-4, and
 OAC 255:633 Appendix A

PART I: DWSRF PROJECT PRIORITY SYSTEM

A. PROJECTS INCLUDED. The comprehensive PPL shall consist of all eligible projects requesting placement on the PPL. Projects which meet all requirements for funding shall be placed on a Fundable List and included in the current Intended Use Plan (IUP). Projects which rank below the available funding level shall be considered in the contingency section of the Fundable List. Projects in this part of the list may receive loans due to bypass provision or due to additional funds becoming available.

B. PROJECT RANKING. The ranking factors are based on the relative impact of the project in achieving the objectives of the Safe Drinking Water Act Amendments of 1996. The ranking factors are listed in Part II of this Appendix.

C. MANAGEMENT OF THE PROJECT PRIORITY LIST

1. Tie breaking procedure. A tie breaking procedure shall be used when two or more projects have equal points under the Project Priority System and are in competition for funds. Tied projects will be ranked with the first project which has the greatest value for the ranking factor for Violations of Maximum Contaminant Levels (Primary Standards).

2. Project bypass. A project on the fundable portion of the PPL may be bypassed for one year if it is not on schedule as indicated in the IUP or the project's specific consent/administrative order. The applicant whose project is affected shall be given written notice that the project is to be bypassed. Bypassed projects may be reinstated on the funded portion of the list if sufficient funds are available, and the applicant completes the necessary tasks to proceed. Funds which become available due to the utilization of these bypass procedures will be applied to the next ranked project on the PPL.

3. Project Priority List update. The priority list shall be periodically reviewed by the DEQ Water Quality Division Director and changes (i.e., loan award dates, estimated construction assistance amounts, project bypass, addition of new projects, etc.) will be made as necessary.

PART II: DWSRF PROJECT PRIORITY SYSTEM

A. FORMULA. The project priority points (P) are derived from the formula:

P = A + B + C + D + E + F + G + H + I, where the factors are defined as:

1. A = Violations of Maximum Contaminant Levels (Primary Standards).

2. B = Quantity Deficiencies.
3. C = Design Deficiencies.
4. D = Vulnerability to Potential Pollution.
5. E = Violation of Recommended Maximum Levels (Secondary Levels).
6. F = Consolidation.
7. G = Compliance Orders.
8. H = Source Water Protection.
9. I = Affordability.

Ranking factors one through eight are to address the risks to human health and compliance with the Safe Drinking Water Act Amendments of 1996. Ranking factor nine addresses the affordability requirements of the Safe Drinking Water Act Amendments of 1996.

B. FACTORS DESCRIPTIONS.

1. Violations of Maximum Contaminant Levels (Primary Standards) (A)

Maximum contaminant levels are established for those parameters which may be detrimental to public health. Severity point values will be the sum of points for the violations of a contaminant during a 24-month period from the date of the request. Contaminants reported quarterly, such as nitrate, may include up to eight violations during this 24-month period. Those contaminants reported monthly, such as fecal coliform, may include up to twenty-four violations during this 24-month period. Violations of standards of contaminants based on a running annual average, such as total trihalomethanes, will be based on a 12-month reporting period and will include only severity value. Violations of more than one contaminant are additive. These violations are documented by inclusion in the Safe Drinking Water Information System (SDWIS). These values may be increased quarterly if repeated violations occur.

<u>Contaminant</u>	<u>Severity</u> (points per violation)
Antimony	10
Arsenic	10
Asbestos	10
Barium	2
Beryllium	10
Bromate	10
Cadmium	10
Chlorates	10
Chlorine Dioxide	10
Chromium	10
Copper >1.3	5
Fecal Coliform	20
Fluoride > 4	5
Gross Alpha Radioactivity	5
Gross Beta Radioactivity	5
Lead	30
Mercury	10
Nitrate	30
Pesticides and other SOCs	10
Radium	10
<u>Contaminant</u>	<u>Severity</u>

	<u>(points per violation)</u>
Selenium	5
Thallium	10
Total Coliform (Significant Non-complier)	10
Total Haloacetic Acids	30
Total Organic Carbon	10
Total Trihalomethanes	30
Turbidity (Significant Non-complier)	10
Uranium	10
Volatile Organic Contaminants	10

- 2. Quantity Deficiencies (B)** Quantity deficiencies are shortages of water due to source, treatment, or distribution problems. Deficiencies of only one condition will be allowed. These conditions are documented by inspection records, a comprehensive performance evaluation, or another system evaluation.

<u>Condition</u>	<u>Severity</u>
Continual shortage	60
Shortage during high use (seasonal)	60

- 3. Design Deficiencies (C)** Design deficiencies are those which could be corrected by enlargement, repair, or replacement of a portion of the system. Deficiencies of more than one condition are additive. These conditions are documented by inspection records, a comprehensive performance evaluation, or another system evaluation.

<u>Condition</u>	<u>Severity</u>
Demand exceeds design capacity	30
Groundwater under the influence of surface water	120
Improper well construction	30
Inadequate chemical feed	25
Inadequate disinfection	30
Inadequate distribution (area not served)	25
Inadequate distribution (deterioration)	25
Inadequate distribution (low pressure)	25
Inadequate filtration (surface)	30
Inadequate intake structure	25
Inadequate laboratory equipment	20
Inadequate mixing	25
Inadequate settling	25
Inadequate storage	25
Inadequate water treatment wastewater disposal	10
Lack of generator	120

- 4. Vulnerability to Potential Pollution (D)** Vulnerability describes a condition in which the source of supply for a system could potentially be contaminated and for which the project will address. Vulnerabilities to more than one condition are additive. These conditions are documented by vulnerability assessments for monitoring waivers or source water protection area assessments.

<u>Condition</u>	<u>Severity</u>
Point source discharge in delineated area	10

Subject to agricultural chemicals	5
Subject to industrial spills	5
Subject to oil/gas/coal/mineral operations	5
Unprotected watershed	3

5. Violation of Recommended Maximum Levels (Secondary Standards) (E)

Recommended maximum levels are set for parameters which are not harmful to health but make the water undesirable for use. Deficiencies of more than one condition are additive. These conditions are documented in the State Environmental Laboratory database.

<u>Contaminant</u>	<u>Severity</u>
Chloride	3
Color	3
Corrosivity	3
Foaming Agents	3
Iron	20
Manganese	20
Odor	3
pH	3
Sulfate	3
TDS	3
Zinc	3

6. Consolidation (F) Projects which result in the consolidation, interconnection, or improvement of services for two or more water systems shall add twenty (20) for consolidation, ten (10) for interconnection, and ten (10) for improvement of services such as back-up or emergency supply. Projects may meet more than one of these conditions. The points awarded for this category are documented in the engineering report.

7. Compliance Orders (G) Projects that will result in the compliance with a formal enforcement action will receive one hundred fifty (150) points.

8. Source Water Protection (H) Water supply systems which have implemented source water protection programs such as watershed protection programs or wellhead protection programs will add one hundred (100) points to their total.

9. Affordability (I) This element is to assist systems most in need, on a per household basis. The points awarded for this category are documented by the latest census information.

<u>Median Household Income (MHI)</u>	<u>Severity</u>
Severely Disadvantaged	60
Disadvantaged	40
Not Disadvantaged	0

	PRIORITY POINTS	SYSTEM	LOAN AMOUNT	CUMULATIVE AMOUNT	POPULATION	Severly Disadvantged, Disadvantged, or No*	PROJECT DESCRIPTION	Anticipated Binding Commitment Date	Anticipated Construction Date	Project Number
SFY 2027										
Funding List										
Base										
Base	375	Choctaw Co. RWD #1	\$ 1,300,000.00	\$ 1,300,000.00	2,300	S	Regionalization project with Choctaw Co. RWD #3 by constructing a new well.	1/1/2027	3/1/2027	P40-2001204-01
Base	205	Creek Co. RWD #1	\$ 768,700.00	\$ 2,068,700.00	16,350	S	Installing approximately 2.5 miles of 4 inch water line and a pump station in order to add 35-40 existing families to our system that are currently using contaminated and low-producing private wells.	9/1/2026	11/1/2026	P40-1020419-01
Base	10	GMC Utility Trust Authority	\$ 10,300,000.00	\$ 12,368,700.00	8,489	N	Install a one-million-gallon water storage facility and a supporting booster pump station.	3/1/2027	5/1/2027	P40-3002609-01
Total:			\$	12,368,700.00						

IJA										
IJA/Base	930	Waurika PWA	\$ 4,915,000.00	\$ 4,915,000.00	7,890	S	Design, engineering, and construction of a new water treatment plant intended to replace an existing plant that has been the subject of numerous consent orders for the last several years.	9/1/2026	11/1/2026	P40-1011201-01
IJA/Base	855	Latimer Co. RWD #2	\$ 1,782,455.00	\$ 6,697,455.00	1,500	S	Modifying an existing booster station, installing a new booster pump, construct two (2) 80,000-gallon standpipe water storage towers with circulation systems, and construction/upsizing of 7,700 linear feet of public waterline from a 6" to 8" in size.	10/1/2026	12/1/2026	P40-3003903-01
IJA	710	Wetumka MA	\$ 800,000.00	\$ 7,497,455.00	1,451	S	Repairs to the water tower which includes: exterior sandblasting, repainting, interior ladder replacement, and remove and replace tank vent. Replacing old water meters with an automated metering system.	11/1/2026	1/1/2027	P40-1020508-01
Base	541	Wayne PWA	\$ 1,005,000.00	\$ 8,502,455.00	688	N	Water Treatment Plant rehabilitation to treat high levels Iron and Manganese: chlorine booster station; backup generator for 1 water well; and rehabilitation of two (2) standpipes (West and East).	12/1/2026	2/1/2027	P40-2004702-01
IJA/Base	520	LeFlore Co. RWD #3	\$ 923,015.00	\$ 9,425,470.00	1,643	S	Installation of aeration systems in all three water storages and back-up generators, and install 21 metering flush hydrants at the end of dead-end waterlines for DBP issues.	9/1/2026	11/1/2026	P40-3004006-01

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IIJA/Base	480	Boynton PWA	\$ 1,300,000.00	\$ 10,725,470.00	450	S	Replacement of a water tank in poor condition with a new larger water tank. Mixing, aeration, and air draft system will be installed into tank to address disinfection byproducts.	7/1/2027	9/1/2027	P40-3005127-01
IIJA/Base	420	Osage Co. RWD #21 (III)	\$ 2,001,500.00	\$ 12,726,970.00	1,575	S	Replace the existing equipment with package treatment units designed to handle surface water.	1/1/2027	3/1/2027	P40-2003616-03
IIJA/Base	370	Wagoner Co. RWD #9 (EQ)	\$ 6,500,000.00	\$ 19,226,970.00	4,851	S	Install clarifiers, chemical equipment, static mixer, filter improvements, standpipe improvements, booster station, and generator.	9/1/2026	11/1/2026	P40-1021527-01
IIJA	330	Poteau Valley IA	\$ 800,000.00	\$ 20,026,970.00	40,010	S	Replacement of existing Manual Read Meters with a Cellular Meter Reading System and constructing a booster pump station package with two 700 gpm pumps with variable frequency drives, electrical, and all appurtenances.	10/1/2026	12/1/2026	P40-1020104-01
IIJA	370	Holdenville PWA	\$ 800,000.00	\$ 20,826,970.00	5,909	S	Installing an Automated Metering System (AMR).	10/1/2026	12/1/2026	P40-1020803-03
IIJA/Base	355	Snyder PWA	\$ 1,750,000.00	\$ 22,576,970.00	5,556	S	The proposed project will consist of two parts. Section A will involve the construction of a new disinfection system and will involve the conversion of the City of Snyder's primary means of disinfection to Chloramines from Chlorine, thereby reducing disinfection byproducts and working towards fulfilling the requirements of the related consent order with ODEQ. For Section B, the City of Snyder will replace all existing manual read meters with new meters that utilize a remote-read metering system.	10/1/2026	12/1/2026	P40-1011503-01
IIJA	340	Frederick PWA (II)	\$ 130,000.00	\$ 22,706,970.00	4,218	S	Installation of a permanent Chlorine Dioxide Feed System and a separate chlorine gas storage/feed building.	10/1/2026	12/1/2026	P40-1011401-02
IIJA	290	Caddo Co. RWD #1 (Lookeba)	\$ 1,000,000.00	\$ 23,706,970.00	275	S	Remediate Arsenic problem.	1/1/2027	3/1/2027	P40-2000802-01
IIJA	270	Duke MA	\$ 278,766.73	\$ 23,985,736.73	425	S	Construction of a new well in order to increase production capacity, which has become a critical issue for the Centralvue water system during times of drought.	5/1/2027	7/1/2027	P40-3003311-01
IIJA	240	Dill City PWA	\$ 920,264.38	\$ 24,906,001.11	526	S	Drilling a new water well and installing approximately 2,500 l.f. of water transmission line.	2/1/2027	4/1/2027	P40-2007507-01
IIJA/Base	215	Latimer Co. RWD #1	\$ 999,999.99	\$ 25,906,001.10	2,750	S	Upgrading meters to a drive-by automated metering system and installing a SCADA system.	9/1/2026	11/1/2026	P40-3003904-01
IIJA/Base	215	Walters PWA	\$ 1,600,000.00	\$ 27,506,001.10	2,551	S	Construct a new 300,000 Gallon Elevated Spheroidal Phoenix Tank water tower to hold and maintain more than 24 hours of treated water.	12/1/2026	2/1/2027	P40-1011305-01
IIJA	210	Pushmataha Co. RWD #1	\$ 700,000.00	\$ 28,206,001.10	1,200	S	Extension of existing waterline, and replaement of failing water line.	11/1/2026	1/1/2027	P40-3006403-01
IIJA	205	Creek Co. RWD #1 (II)	\$ 134,458.70	\$ 28,340,459.80	16,350	S	Install generators at each of the 4 pump stations.	9/1/2026	11/1/2026	P40-1020419-02

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IIJA/Base	205	Ottawa Co. RWD #4	\$ 950,000.00	\$ 29,290,459.80	652	S	Installing automatic water meters throughout the system, and installing a generator within the water plant.	9/1/2026	11/1/2026	P40-2005801-01
IIJA/Base	180	Okmulgee Co. RWD #7	\$ 1,187,100.00	\$ 30,477,559.80	2,357	S	Replacing a pump station and tower.	9/1/2026	11/1/2026	P40-3005608-01
IIJA/Base	180	Blackwell MA	\$ 12,250,000.00	\$ 42,727,559.80	9,241	S	Rehabilitation of the filtration systems at the water treatment plant.	11/1/2026	1/1/2027	P40-1021101-01
IIJA/Base	160	Quartz Mountain Regional Water Authority	\$ 1,500,000.00	\$ 44,227,559.80	3,744	S	Replacing an inefficient and problematic reverse osmosis water treatment plant with an ion exchange treatment plant.	12/1/2026	2/1/2027	P40-2003880-01
IIJA	160	Stillwater UA (VI)	\$ 37,000,000.00	\$ 81,227,559.80	53,800	S	Construction of the Yost Zone Waterline and Elevated Storage Tank; Replacement of Northeast Zone 24-inch Transmission Waterline; Replacement of Sangre Road Waterline; Replacement of Hargis Road Waterline; Tank Rehabilitation Project; Convert Central Zone Storage to Northeast Zone Storage including a new pump station.	1/1/2027	3/1/2027	P40-1021220-06
IIJA	160	Stillwater UA (VII)	\$ 37,000,000.00	\$ 118,227,559.80	53,800	S	Construction of conveyance for additional raw water storage at Lake McMurtry; Rehabilitation of Lake McMurtry Intake; and Construction of Raw Water Storage Tank at WTP.	6/1/2027	8/1/2027	P40-1021220-07
IIJA/Base	155	Durant City Utility Authority (II)	\$ 34,798,540.00	\$ 153,026,099.80	22,917	S	Installation of a 24" watermain from the Gerlach High Service Pump Station to serve the southern portion of the City.	1/1/2027	3/1/2027	P40-1010601-02
IIJA	155	Okmulgee MA (VI)	\$ 4,000,000.00	\$ 157,026,099.80	20,673	S	Fire hydrant installation, valve replacements, and improvement to the water treatment plant control system and expansion of the sludge drying beds.	1/1/2027	3/1/2027	P40-1020708-06
IIJA/Base	150	Choctaw UA	\$ 2,000,000.00	\$ 159,026,099.80	3,926	S	Looping of the CUA 12-inch watermain to sustain system operations as additional homes are being added to the system which will prevent decreased water pressures below DEQ minimums.	3/1/2027	5/1/2027	P40-2005510-01
IIJA	145	Davenport UA	\$ 800,000.00	\$ 159,826,099.80	881	S	Replacing/adding pressure reducing valves, removing existing 8" and 6" steel waterlines, rehabilitating the existing water tower and installing a circulation system, and constructing a Rechloramination and Nitrification Control Station with 6 existing meters looped into the system.	4/1/2027	6/1/2027	P40-3004104-01
IIJA	145	Jefferson Co. Consolidated RW & SD #1	\$ 411,000.00	\$ 160,237,099.80	9,753	S	Improvements include painting, caulking, and sealing 8' diameter x 60' standpipe, installing SCADA including transducer from the well field to the standpipe and office, and pulling and testing two (2) wells, constructing two (2) new well houses with all the piping and equipment and resetting pumps.	12/1/2026	2/1/2027	P40-3003401-01

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IIJA	145	Delaware Co. RWD #3	\$ 800,000.00	\$ 161,037,099.80	653	S	Construction of a 12-inch water line extension with a master meter for connection to the City of Grove, OK/Grove Municipal Services Authority's system, and a booster pump station.	12/1/2026	2/1/2027	P40-1221615-01
IIJA/Base	145	Olustee PWA	\$ 978,615.08	\$ 162,015,714.88	607	S	Construction of a new water tower which will replace the existing structure and provide adequate water storage, pressure and reliability.	5/1/2027	7/1/2027	P40-3003309-01
IIJA/Base	130	Vinita UA (II)	\$ 1,709,200.00	\$ 163,724,914.88	12,330	S	Removing and replacing the filter media and underdrain system for three (3) Trident filters, repairing the corrosion at the base of the filter basin(s) and remove three raw water interconnections.	2/1/2027	4/1/2027	P40-1021611-02
IIJA/Base	125	Cherokee Co. RWD #13	\$ 1,000,000.00	\$ 164,724,914.88	2,120	D	Water Treatment Plant Improvements, and construction of a water storage tank.	10/1/2026	12/1/2026	P40-1021721-01
IIJA	120	McCurtain Co. RWD #1	\$ 149,943.25	\$ 164,874,858.13	3,842	S	Installing 384 new meters/antennas.	2/1/2027	4/1/2027	P40-3004806-01
IIJA/Base	110	Morris PWA	\$ 1,390,730.00	\$ 166,265,588.13	1,460	S	Rehabilitating an existing booster station, upgrade the SCADA system and constructing a proposed 110,000-gallon elevated storage tower with aeration, which will tie in with an 8" waterline.	7/1/2026	9/1/2026	P40-3005610-01
IIJA/Base	110	McCurtain Co. RWD #9	\$ 1,785,908.80	\$ 168,051,496.93	999	S	Construct two ground storage tanks, and two booster pump stations among other minor improvements.	9/1/2026	11/1/2026	P40-3004820-01
IIJA/Base	105	Cherokee Co. RWD #7	\$ 877,150.00	\$ 168,928,646.93	818	S	Replacing approximately 2 miles of water line to improve water flow and pressure.	9/1/2026	11/1/2026	P40-3001126-01
IIJA	95	Carnegie PWA (II)	\$ 800,000.00	\$ 169,728,646.93	1,637	S	Replacement of an antiquated booster pump station, chemical feed system, and waterlines through town.	7/1/2027	9/1/2027	P40-2000805-02
IIJA/Base	95	Delaware Co. RWD #12	\$ 6,470,795.00	\$ 176,199,441.93	785	S	Phase 1 improvements are to address storage, pressure, supply and water loss through facilities that are beyond their useful Life. New components will include a 300,000 gallon Elevated Water Tank, a new well with disinfection, and 27,878 feet of CL200 PVC waterlines, along with Service line and Residential meter sets.	9/1/2026	11/1/2026	P40-2002170-01
IIJA/Base	95	South Coffeyville PWA	\$ 1,143,602.00	\$ 177,343,043.93	790	S	Rehabilitating the existing booster pump station with a control valve, replacing the altitude valve and concrete vault, and upsize the existing waterlines from 6" to 10".	7/1/2026	9/1/2026	P40-3005305-01
IIJA/Base	95	Langley PWA	\$ 1,283,074.00	\$ 178,626,117.93	1,252	S	Constructing a proposed 120,000-gallon elevated storage, which will be tied in with an 8" waterline.	7/1/2026	9/1/2026	P40-1021604-01
IIJA/Base	95	Burnt Cabin RWD	\$ 974,762.18	\$ 179,600,880.11	208	S	Replacing the existing intake pumps with afloatable intake structure, and replacing and upsizing the intake transmission line to 8 inches.	8/1/2026	10/1/2026	P40-1021763-01
IIJA	90	Cheyenne UA (III)	\$ 800,000.00	\$ 180,400,880.11	778	S	Constructing a new clearwell and distribution pumps.	10/1/2027	12/1/2027	P40-1010803-03

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IIJA/Base	85	Woods Co. RWD #1	\$ 850,000.00	\$ 181,250,880.11	426	S	Construction of a new water transmission main.	7/1/2026	9/1/2026	P40-3007602-01
IIJA	85	Ottawa Co. RWD #5	\$ 800,000.00	\$ 182,050,880.11	750	S	Replacing water lines along S. 670 Road and E. 94 Road along with the installation of a new water line to connect two dead ends on Highways 670 and 110, thereby creating a "loop".	9/1/2026	11/1/2026	P40-2005840-01
IIJA	85	Cherokee Co. RWD #16 (Wildcat)	\$ 728,705.00	\$ 182,779,585.11	250	S	Removal and replacement of aging steel waterlines in a portion of the Wildcat System.	7/1/2026	9/1/2026	P40-1021703-01
IIJA/Base	85	Crescent PWA	\$ 975,000.00	\$ 183,754,585.11	1,411	S	Installation of approximately 7,300 linear feet of 12" water main beginning at Jefferson St. and Meridian Ave., running southward to Ryland Rd., and then eastward to 50 feet east of SH-74.	10/1/2026	12/1/2026	P40-2004204-01
IIJA/Base	85	Chouteau PWA	\$ 1,000,000.00	\$ 184,754,585.11	2,100	S	Replacing lines that have leaks beyond repair.	9/1/2026	11/1/2026	P40-3004615-01
IIJA	85	Custer Co. RWD #3	\$ 1,000,000.00	\$ 185,754,585.11	960	S	Installation of approximately 9,200 l.f. of 8" water main.	9/1/2026	11/1/2026	P40-2002040-01
IIJA	85	Boise City PWA	\$ 999,999.00	\$ 186,754,584.11	1,483	S	Demolish an existing elevated storage tank, and the construction of a new water storage tank.	5/1/2027	7/1/2027	P40-2001303-01
IIJA	85	Lindsay PWA	\$ 800,000.00	\$ 187,554,584.11	2,850	S	Installation of approximately 4,200 linear feet of 8" water main.	6/1/2027	8/1/2027	P40-2002501-02
IIJA	70	Calvin PWA	\$ 160,000.00	\$ 187,714,584.11	300	S	Replacing old water meters with an automated metering system.	10/1/2026	12/1/2026	P40-2003201-01
IIJA	70	Payne Co. RWD #3	\$ 800,000.00	\$ 188,514,584.11	1,400	S	Upgrading the water metering system from basic drive-by to AMI, installing a SCADA system, and installing additional controls to pump stations and storage tanks.	11/1/2026	1/1/2027	P40-2006011-01
IIJA	70	Beckham Co. RWD #2 (II)	\$ 650,000.00	\$ 189,164,584.11	857	S	Constructing of a 12-foot by 100-foot standpipe storage tank and all appurtenances.	7/1/2026	9/1/2026	P40-2000510-02
IIJA	70	Okmulgee Co. RWD #5	\$ 600,000.00	\$ 189,764,584.11	750	S	Automated Meter System (AMR) and SCADA. These updates to our system will allow us to identify leaks quickly, reduce our water waste and confidently provide our customers with a more accurate reading.	4/1/2027	6/1/2027	P40-2005604-01
IIJA/Base	70	Okmulgee Co. RWD #4 (II)	\$ 900,000.00	\$ 190,664,584.11	1,913	S	Replacement of approximately 13,000 linear feet of old, gray PVC pipe, ranging in size from 1.25"-3", that requires constant maintenance and repairs due to line breaks.	7/1/2026	9/1/2026	P40-3005602-02
IIJA	70	Frederick PWA (IV)	\$ 1,003,788.00	\$ 191,668,372.11	4,218	S	Installation of approximately 1,800 new remote read water meters including the software system.	7/1/2026	9/1/2026	P40-1011401-04
IIJA	70	Langston PWA	\$ 950,000.00	\$ 192,618,372.11	1,724	S	Upgrading meters to a drive-by automated metering system; rehabbing, or replacing two clarifiers and two filtr bays; replacing valves at each bay and clarifier; replacing filter media and rehabbing the water plant building.	7/1/2026	9/1/2026	P40-1020911-01

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IIJA/Base	70	Lexington PWA	\$ 1,500,000.00	\$ 194,118,372.11	2,086	S	Replacing an old water tower by constructing a new one.	3/1/2027	5/1/2027	P40-2001409-01
IIJA/Base	70	Canute PWA	\$ 800,000.00	\$ 194,918,372.11	524	S	Installation of approximately 3,400 linear feet of 6" water main.	12/1/2026	2/1/2027	P40-2007503-01
IIJA	65	Custer City PWA	\$ 800,000.00	\$ 195,718,372.11	393	D	Replacement of approximately 6,800 linear feet of failing water line on the east side of the Town.	3/1/2027	5/1/2027	P40-2002009-02
IIJA/Base	60	Cleveland Co. RWD #1	\$ 890,000.00	\$ 196,608,372.11	80	S	Waterline extensions that will eliminate the majority of the dead-end lines present within our current system.	9/1/2026	11/1/2026	P40-4001499-01
IIJA	60	McIntosh Co. RWD #12 (Shell Creek)	\$ 385,350.00	\$ 196,993,722.11	175	S	Phase one: waterline replacment and installation of more valves; Phase two: water well improvement, drilling of a new well and new pump station.	1/1/2027	3/1/2027	P40-2004919-01
IIJA	60	Okfuskee Co. RWD #2	\$ 800,000.00	\$ 197,793,722.11	2,250	S	SCADA, painting and rhabbing towers, and replacing pumps in the existing pump station.	9/1/2026	11/1/2026	P40-3005402-01
IIJA	60	Cherokee Co. RWD #12	\$ 261,116.00	\$ 198,054,838.11	95	S	Replacing aged and deteriorated waterlines that have surpassed their functional lifespan.	10/1/2026	12/1/2026	P40-2001189-01
IIJA	60	Granite PWA	\$ 500,000.00	\$ 198,554,838.11	1,425	S	Automated Metering System (AMR).	7/1/2026	9/1/2026	P40-2002804-01
IIJA/Base	60	Chandler MA (II)	\$ 1,100,000.00	\$ 199,654,838.11	4,998	S	Installation of Chlorine Dioxide building and equipment.	1/1/2027	3/1/2027	P40-1020702-02
IIJA/Base	60	Perkins PWA (II)	\$ 1,500,000.00	\$ 201,154,838.11	2,572	S	Upgrading meters to automated meters.	10/1/2026	12/1/2026	P40-2006012-02
IIJA/Base	60	Seiling PWA	\$ 999,999.00	\$ 202,154,837.11	900	S	Installation of an Automated Metering System (AMR).	7/1/2026	9/1/2026	P40-2002205-01
IIJA	53	Apache PWA	\$ 1,000,000.00	\$ 203,154,837.11	1,521	S	Acquisition of land and drilling of a new water well.	7/1/2026	9/1/2026	P40-2000806-01
IIJA	40	Roger Mills Co. RWD #2	\$ 800,000.00	\$ 203,954,837.11	1,145	D	Constructing a 15' Diameter X 120' Standpipe.	8/1/2027	10/1/2027	P40-2006505-01
IIJA	10	Mannford PWA	\$ 580,000.00	\$ 204,534,837.11	3,935	S	Install an Automated Meter System.	7/1/2026	9/1/2026	P40-1020909-01
Total:			\$ 204,534,837.11	\$ 216,903,537.11				216,903,537.11	Total Base and IIJA Sections 2027	

2028

IIJA	1480	Barnsdall PWA	\$ 1,100,000.00	\$ 1,100,000.00	1,955	S	Upgrades to the water treatment plant which will include a new clarifier, controls upgrade and the addition of aeration at the plant clearwell and distribution storage.	9/1/2027	11/1/2027	P40-1020304-01
IIJA	940	Cleveland MA	\$ 100,000.00	\$ 1,200,000.00	4,870	S	Installation of an aeration system and mixing system in the primary elevated water storage tanks and automated flushing hydrants.	9/1/2027	11/1/2027	P40-1021210-01
IIJA/Base	690	Maysville MA	\$ 4,195,800.00	\$ 5,395,800.00	1,212	S	Water Treatment Plant Improvements.	9/1/2027	11/1/2027	P40-1010807-01
IIJA	615	Afton PWA	\$ 1,000,000.00	\$ 6,395,800.00	1,428	S	Rehabilitation of the water treatment plant, residuals lagoons, and raw water intake structure to bring it into compliance.	9/1/2027	11/1/2027	P40-1021696-01

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IIJA	580	Pittsburg PWA	\$ 120,000.00	\$ 6,515,800.00	280	S	Replacement of the filter media in the slow sand filter, additional chlorine feed point at the WTP, flushing hydrant, and booster chlorine station in the distribution system.	9/1/2027	11/1/2027	P40-1020604-01
IIJA/Base	546	Konawa PWA (II)	\$ 1,500,000.00	\$ 8,015,800.00	1,479	S	Replacement of water lines throughout the city.	7/1/2027	9/1/2027	P40-2006704-02
IIJA/Base	525	Pushmataha RWD #3	\$ 1,500,000.00	\$ 9,515,800.00	4,825	S	Treatment Plant rehabilitation and water line upgrades.	7/1/2027	9/1/2027	P40-1010318-01
IIJA	415	Fairfax PWA	\$ 800,000.00	\$ 10,315,800.00	1,655	S	Correcting issues with the intake line at the lake that need to be addressed, as well as water lines that need to be replaced.	10/1/2027	12/1/2027	P40-1021204-01
IIJA/Base	390	Krebs UA	\$ 1,500,000.00	\$ 11,815,800.00	2,051	S	Design and construct a new water treatment plant capable of treating DBPs.	10/1/2026	12/1/2026	P40-1020606-01
IIJA/Base	390	Krebs UA (II)	\$ 7,000,000.00	\$ 18,815,800.00	2,051	S	Water distribution system replacement for the entire system.	10/1/2026	12/1/2026	P40-1020606-02
IIJA/Base	383	Fort Towson PWA	\$ 2,000,000.00	\$ 20,815,800.00	631	S	Construct a new water tower or standpipe; upgrades to the water treatment plant; new raw water pumps; sediment removal from the water tank; new well pump; install air conditioning for the laboratory and water plant; new computer system; new filters for all portions of the water plant; new inline turbidity meters; new inline chlorine meter; and other equipment or hardware items identified.	7/1/2027	9/1/2027	P40-2001207-01
IIJA	360	Indiahoma PWA	\$ 314,000.00	\$ 21,129,800.00	350	D	Install an aeration system in the water tower, replace blending station, repair wellhouse, chlorination machine, and tank level guide repair.	10/1/2027	12/1/2027	P40-2001609-01
IIJA	360	Devol PWA	\$ 100,000.00	\$ 21,229,800.00	150	N	Water treatment improvements for reduction of disinfection by-products.	9/1/2027	11/1/2027	P40-3001701-01
IIJA/Base	330	Marshall Co. RWD #2	\$ 3,800,750.00	\$ 25,030,550.00	14,817	S	Replacement of the existing water meters with remote read meters.	9/1/2027	11/1/2027	P40-1010848-01
IIJA/Base	300	Major Co. RWD #1	\$ 1,272,500.00	\$ 26,303,050.00	1,000	S	Replacing the main water source transmission line to increase water quantity, and a blending station to lower nitrate levels and remedy a DEQ Consent Order.	7/1/2027	9/1/2027	P40-2004407-01
IIJA	250	Pawhuska PWA	\$ 1,000,000.00	\$ 27,303,050.00	4,060	S	Installation of approximately 9,000 LF of 12" PVC waterline.	9/1/2027	11/1/2027	P40-1021301-01
IIJA/Base	250	Canadian Co. RWD #1	\$ 2,000,000.00	\$ 29,303,050.00	750	S	Construct one new Ion Exchange nitrate reduction water treatment plant, two new distribution standpipes, and install eight new well pumps.	7/1/2027	9/1/2027	P40-2000908-01
IIJA/Base	230	Guymon UA (III)	\$ 20,000,000.00	\$ 49,303,050.00	11,442	D	Construct a new facility for reuse of wastewater effluent to supplement the water supply.	7/1/2027	10/1/2027	P40-2007003-03
IIJA	220	Altus MA (V)	\$ 810,000.00	\$ 50,113,050.00	26,087	D	Construct a potable water blending station and related improvements to blend groundwater and treated surface water.	10/1/2027	12/1/2027	P40-1011501-05

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IIJA/Base	220	Comanche PWA (III)	\$ 488,100.00	\$ 50,601,150.00	3,259	S	Raw water line replacement of the 6 inch transmission line from the Comanche Lake Pump Station to the Water Treatment Plant.	7/1/2027	9/1/2027	P40-1011101-03
IIJA	190	Kansas PWA	\$2,000,000.00	\$ 52,601,150.00	802	S	Replacement of all water lines for the system; removal of the two existing water storage tanks (nonfunctioning); and build a storage tank for use by Kansas PWA, and other local water systems.	9/1/2027	11/1/2027	P40-2002135-01
IIJA/Base	180	Murray Co. RWD #1 (II)	\$ 2,000,000.00	\$ 54,601,150.00	5,805	S	Replace antiquated mains and install a pressure reducing valve.	12/1/2027	2/1/2028	P40-2005012-02
Base	175	New Cordell UA (II)	\$ 1,120,000.00	\$ 55,721,150.00	2,903	N	Replace antiquated cast iron water mains with PVC water pipe, and install a chlorine bleach feed system and instrumentation at the booster station.	12/1/2027	2/1/2028	P40-2007502-02
IIJA/Base	170	Clinton PWA (II)	\$ 15,000,000.00	\$ 70,721,150.00	10,485	D	Construction of a water pipeline between the cities of Clinton and Weatherford.	10/1/2027	12/1/2027	P40-1010828-02
IIJA/Base	170	Stillwater UA (VIII)	\$ 37,000,000.00	\$ 107,721,150.00	53,800	S	Construction of pump station for additional raw water storage at Lake McMurtry.	7/1/2027	9/1/2027	P40-1021220-08
IIJA/Base	160	Stephens Co. RW & SD #1	\$ 855,000.00	\$ 108,576,150.00	960	S	Remove and replace raw water storage tanks, and install a secondary sand filter.	9/1/2027	11/1/2027	P40-2006906-01
IIJA	140	Beckham Co. RWD #2	\$ 850,000.00	\$ 109,426,150.00	857	S	Construction to supply water to the community of Delhi, Oklahoma which has high nitrate levels.	9/1/2027	11/1/2027	P40-2000510-01
IIJA/Base	140	OKC WUT (XIII)	\$ 44,727,000.00	\$ 154,153,150.00	1,114,000	D	WA-0002 - Hefner WTP Electrical Flash Improvements \$4,373,000; WA-0003 - Hefner WTP South Low Lift Station - Switchgear Replacement & Separate Electrical Room \$2,534,000; WA-0004 - N. Colfax Ground Tank (5 MG) Rehabilitation \$596,000; WA-0005 - S. Colfax Ground Tank (5 MG) Rehabilitation \$596,000; WM-0299 - Watershed Protection Program and Lake Reservation Road Improvements \$547,000; WT-0224 - Draper WTP Clearwell Upgrades - Replacement of Existing Clearwells \$36,081,000.	7/1/2027	9/1/2027	P40-1020902-13
IIJA/Base	140	OKC WUT (XIV)	\$ 9,568,000.00	\$ 163,721,150.00	1,114,000	D	WA-0006 - Hefner WTP Backwash System Assessment & Improvement \$2,900,000; WM-0299 - Watershed Protection Program and Lake Reservation Road Improvements \$563,000; WA-0007 - General City-Wide Water Main R&R Projects \$6,105,000.	1/1/2028	3/1/2028	P40-1020902-14
IIJA	125	Kingfisher PWA (II)	\$ 1,000,000.00	\$ 164,721,150.00	5,073	D	Install a full SCADA automation system for the City's water wells, treatment plant, and towers; Painting of the Meeker Water Tower; Valve Replacement in the distribution system; and Water pipe replacement in the distribution system.	9/1/2027	11/1/2027	P40-2003702-02

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IIJA/Base	125	Kenefic PUA	\$ 5,900,000.00	\$ 170,621,150.00	165	S	Construct a replacement water well; additional property & security fencing for wellhead protection purposes and installation of new infrastructure items, approximately 1 city block; new 300,000-gallon water storage tank; and new ADA compliant 70' x 120' office including storage bays for equipment plus sitework.	7/1/2027	9/1/2027	P40-2000701-01
IIJA	120	Porum PWA	\$ 6,296,510.00	\$ 176,917,660.00	5,290	S	Installation of approximately 72,000 L.F. of line replacement and additional line, a proposed water storage tank, rehabilitation of two standpipes, and a proposed booster station.	9/1/2027	11/1/2027	P40-1020302-01
IIJA/Base	100	Norman UA (III)	\$ 16,000,000.00	\$ 192,917,660.00	92,256	D	Install collection lines to bring the majority of the groundwater wells to one centralized location, storage tank, pumping station, and distribution lines.	9/1/2027	11/1/2027	P40-1010801-03
IIJA/Base	100	Canadian Co. RWD #4	\$ 3,500,000.00	\$ 196,417,660.00	907	S	Construction of water mains, booster stations, well improvements, and water rights acquisition.	10/1/2027	12/1/2027	P40-2000930-01
IIJA	95	Sayre PWA (III)	\$ 800,000.00	\$ 197,217,660.00	4,375	S	Replacing existing undersized 2" corroded galvanized distribution lines with new PVC water lines.	7/1/2027	9/1/2027	P40-2000508-03
IIJA/Base	85	Foss Reservoir MCD (II)	\$ 20,000,000.00	\$ 217,217,660.00	17,888	S	Install three (3) new 1.25 MGD DAF filters followed by four new independent sand filters.	9/1/2027	11/1/2027	P40-1010829-02
IIJA	85	Bridgeport PWA	\$ 450,000.00	\$ 217,667,660.00	109	S	Install a liner in the water tower.	9/1/2027	11/1/2027	P40-2000804-01
IIJA	85	Dewar PWA	\$ 750,000.00	\$ 218,417,660.00	917	S	Booster station improvements, and line replacements.	12/1/2027	2/1/2028	P40-3005613-01
IIJA	85	Nash PWA	\$ 793,283.45	\$ 219,210,943.45	224	S	Water tower replacement.	9/1/2027	11/1/2027	P40-2002701-01
IIJA/Base	70	Grand Lake PWA (III)	\$ 2,500,000.00	\$ 221,710,943.45	2,800	D	Installing 6,150 linear feet of twelve (12) inch HDPE waterline, booster pump station rehabilitation, one (1) 1-million-gallon standpipe, and one (1) 100 KS backup generator.	12/1/2027	2/1/2028	P40-1021691-03
IIJA	65	Eufaula PWA (III)	\$ 800,000.00	\$ 222,510,943.45	4,617	S	Construct a 0.9 MG water storage standpipe to improve water reliability.	9/1/2027	11/1/2027	P40-1020514-03
IIJA	65	Alex MA	\$ 150,000.00	\$ 222,660,943.45	635	D	Upgrade the filtration system electrical components as well as upgrading all of the filter medium.	11/1/2027	1/1/2028	P40-2002603-01
IIJA/Base	60	Henryetta MA (II)	\$ 2,000,000.00	\$ 224,660,943.45	8,248	S	Construction of a new water storage tank and improvements to the Westside booster pump station.	7/1/2027	9/1/2027	P40-1020709-02
IIJA	60	Carmen PWA	\$ 803,740.61	\$ 225,464,684.06	355	S	Construction of a new water well.	7/1/2027	9/1/2027	P40-2000207-01
IIJA/Base	60	Midwest City MA (II)	\$ 1,904,000.00	\$ 227,368,684.06	56,785	S	Improvements to the Midwest City Water Treatment Plant including a treatability study, design of a new flash mix, splitter box, and flow metering vaults, design of improvements to the solids contact unit, and an on-site hypochlorite generation pilot study.	9/1/2027	11/1/2027	P40-1020806-02

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2028 Total: \$ 227,368,684.06

2029

Base	160	Stillwater UA (IX)	\$ 37,000,000.00	\$ 37,000,000.00	53,800	S	Rehab Kaw Pipeline and /or add parallel crossings.	7/1/2028	9/1/2028	P40-1021220-09
Base	140	OKC WUT (XV)	\$ 8,762,000.00	\$ 45,762,000.00	1,114,000	D	WA-0008 - Hefner WTP High Lift Pump Station Electrical Improvements \$2,686,000; WA-0009 - Morgan Road Ground Tank (5MG) Rehabilitation \$633,000; WA-0010 - Reno Road Elevation Tank Rehabilitation (1 MG) \$1,382,000; WM-0299 - Watershed Protection Program and Lake Reservation Road Improvements \$580,000; WT-0265 - Draper WTP Electrical and Arc Flash Improvements - (Phase 2) \$3,481,000.	1/1/2029	3/1/2029	P40-1020902-15

2029 Total: \$ 45,762,000.00

2033

Base	160	Stillwater UA (X)	\$ 37,000,000.00	\$ 37,000,000.00	53,800	S	Waterline from WTP to 6th Street.	7/1/2032	9/1/2032	P40-1021220-10
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3033 Total: \$ 37,000,000.00

Total all years: \$ 527,034,221.17

APPENDIX C
FEDERAL PAYMENT SCHEDULE

FFY	Cumulative Disbursements	FFY 2026				FFY 2027				FFY 2028			
		Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
1997-2024 Base Grants	\$ 251,878,087												
2025 Base Grant	\$ 10,937,190		\$ 10,937,190.00										
2026 Base Grant	\$ 3,852,960					\$ 3,852,960.00							
2022-2024 IIJA General Supplemental Grants	\$ 79,927,617												
2025 IIJA General Supplemental	\$ 31,786,997		\$ 31,786,997.00										
2026 IIJA General Supplemental	\$ 26,768,020					\$ 26,768,020.00							
2022-2024 IIJA Lead Service Line Inventory/Replacement Grants	\$ 90,152,297												
2025 IIJA Lead Service Line Inventory/Replacement and 2023 and 2024 Re-allotment Funds	\$ 32,521,000											\$ 16,260,500.00	\$ 16,260,500.00
2022-2024 IIJA Emerging Contaminants Grants	\$ 25,846,206												
2025 IIJA Emerging Contaminants	\$ 10,469,324								\$ 10,469,324.00				
2026 IIJA Emerging Contaminants	\$ 8,216,960												\$ 8,216,960.00
Total Grants	\$ 572,356,658												
Applying for highlighted grants during SFY 2027													



707 North Robinson, P.O. Box 1677, Oklahoma City, Oklahoma 73101-1677

News Release

For Immediate Release: May 21, 2026

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DEQ to Hold a Public Meeting on the Drinking Water State Revolving Fund State Fiscal Year 2027 Intended Use Plan

A public meeting will be held by the Oklahoma Department of Environmental Quality (DEQ) to receive comments on the draft state fiscal year 2027 Drinking Water State Revolving Fund (DWSRF) Intended Use Plan and Project Priority Lists. The meeting is open to the public and will be on Thursday, June 25, 2026, at 1:30 p.m. in the DEQ Multipurpose Room, 707 N Robinson Avenue, Oklahoma City, OK.

A copy of the **DWSRF** draft plan will be available on the DEQ website at: <https://www.deq.ok.gov/wp-content/uploads/water-division/Draft-IUP-SFY27.pdf>. A copy may also be obtained by contacting Vicki Reed by phone at (405) 702-8128, or by email at vicki.reed@deq.ok.gov, or by mail at Water Quality Division, DWSRF Section, Department of Environmental Quality, P.O. Box 1677, Oklahoma City, OK 73101-1677. The comment period will remain open until Close of Business (COB) on June 26, 2026. Comments can be made by email to Vicki.Reed@deq.ok.gov, or by mail to Department of Environmental Quality, P.O. Box 1677, Oklahoma City, OK, 73101-1677, and the envelope must be postmarked no later than June 26, 2026, for review and inclusion.

For more information on this public meeting call Vicki Reed at: (405) 702-8128.

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**Project Priority List
for Lead Service Line Program**

PRIORITY POINTS	SYSTEM	LOAN AMOUNT	CUMULATIVE AMOUNT	POPULATION	Severly Disadvantaged, Disadvantaged, or No*	PROJECT DESCRIPTION	Anticipated Binding Commitment Date	Anticipated Construction Date	Project Number
SFY 2027 Funding List									
160	Frederick PWA (III)	\$ 2,500,000.00	\$ 2,500,000.00	4,218	S	Identification, planning, design, and replacement of lead service lines	2/1/2027	4/1/2027	P40-1011401-03
160	Spencer Utility Authority	\$ 1,250,000.00	\$ 3,750,000.00	3,746	D	Identification, planning, design, and replacement of lead service lines.	4/1/2027	6/1/2027	P40-2005509-01
160	Pawhuska PWA (II)	\$ 1,000,000.00	\$ 4,750,000.00	4,060	S	Identification, planning, design, and replacement of lead service lines.	12/1/2026	2/1/2026	P40-1021301-02
138	Tri-County RWD #2 (II)	\$ 1,250,000.00	\$ 6,000,000.00	5,172	D	Identification, planning, design, and replacement of lead service lines.	12/1/2026	2/1/2027	P40-2006362-02
60	Nowata MA (II)	\$ 650,000.00	\$ 6,650,000.00	5,566	S	Identification, planning, design, and replacement of lead service lines.	12/1/2026	2/1/2027	P40-1021503-02
60	Geary UA (III)	\$ 500,000.00	\$ 7,150,000.00	1,258	D	Identification, planning, design, and replacement of lead service lines.	10/1/2026	12/1/2026	P40-2000608-03
60	Claremore PWA	\$ 2,224,000.00	\$ 9,374,000.00	20,043	D	Identification, planning, design and replacement of lead service lines.	1/1/2027	3/1/2027	P40-1021512-01
60	Muskogee Co. RWD #6	\$ 500,000.00	\$ 9,874,000.00	2,550	D	Identification, planning, design, and replacement of lead service lines.	1/1/2027	3/1/2027	P40-3005105-01
60	Oilton PWA	\$ 750,000.00	\$ 10,624,000.00	1,435	S	Identification, planning, design, and replacement of lead service lines.	11/1/2026	1/1/2027	P40-2001901-01
60	Waynoka UA (II)	\$ 2,000,000.00	\$ 12,624,000.00	993	D	Identification, planning, design, and replacement of lead service lines.	3/1/2027	5/1/2027	P40-2007604-02
60	Wewoka PWA (II)	\$ 1,600,000.00	\$ 14,224,000.00	4,257	S	Identification, planning, design, and replacement of lead service lines.	12/1/2026	2/1/2027	P40-1020510-02
60	Eufaula PWA (IV)	\$ 8,100,000.00	\$ 22,324,000.00	4,617	S	Identification, planning, design, and replacement of lead service lines.	6/1/2027	8/1/2027	P40-1020514-04
60	Geronimo PWA	\$ 450,000.00	\$ 22,774,000.00	1,200	N	Identification, planning, design, and replacement of lead service lines.	4/1/2027	6/1/2027	P40-3001680-01
60	Tonkawa MA (II)	\$ 120,000.00	\$ 22,894,000.00	3,449	D	Identification, planning, design, and replacement of lead service lines.	11/1/2026	1/1/2027	P40-2003603-02
60	Bokchito PUA	\$ 150,000.00	\$ 23,044,000.00	564	S	Identification, planning, design, and replacement of lead service lines.	6/1/2027	8/1/2027	P40-2000704-01
60	Comanche PWA (II)	\$ 60,000.00	\$ 23,104,000.00	3,259	S	Identification, planning, design, and replacement of lead service lines.	4/1/2027	6/1/2027	P40-1011101-02
60	Norman UA (IV)	\$ 5,000,000.00	\$ 28,104,000.00	92,256	D	Identification, planning, design, and replacement of lead service lines.	1/1/2027	3/1/2027	P40-1020801-04
60	Enid MA (VI)	\$ 26,926,943.00	\$ 55,030,943.00	52,650	D	Identification, planning, design, and replacement of lead service lines.	4/15/2027	6/15/2027	P40-2002412-05
60	Poteau PWA	\$ 150,000.00	\$ 55,180,943.00	7,939	D	Identification, planning, design, and replacement of lead service lines.	1/1/2027	3/1/2027	P40-3004015-01
60	Cushing MA (II)	\$ 50,000.00	\$ 55,230,943.00	8,371	S	Identification, planning, design, and replacement of lead service lines.	3/1/2027	5/1/2027	P40-2006061-02
60	Chouteau PWA (II)	\$ 1,000,000.00	\$ 56,230,943.00	2,100	D	Identification, planning, design, and replacement of lead service lines.	11/1/2026	1/1/2027	P40-3004615-02
60	Perkins PWA	\$ 650,000.00	\$ 56,880,943.00	2,572	S	Replacing glvanized waterlines throughtout the system.	5/1/2027	7/1/2027	P40-25006012-01
60	Midwest City MA (III)	\$ 670,500.00	\$ 57,551,443.00	56,785	D	Identification, planning, design, and replacement of lead service lines.	4/1/2027	6/1/2027	P40-1020806-03
40	Sterling PWA	\$ 450,000.00	\$ 58,001,443.00	762	D	Identification, planning, design, and replacement of lead service lines.	5/1/2027	7/1/2027	P40-2001601-01
40	Cherokee Co. RWD #16	\$ 321,800.00	\$ 58,323,243.00	1,002	D	Identification, planning, design, and replacement of lead service lines.	5/1/2027	7/1/2027	P40-1021727-01
3	Jenks PWA (II)	\$ 2,000,000.00	\$ 60,323,243.00	16,924	N	Identification, planning, design, and replacement of lead service lines.	4/1/2027	6/1/2027	P40-3007201-02
3	Drummond PWA	\$ 170,300.00	\$ 60,493,543.00	405	N	Identification, planning, design, and replacement of lead service lines.	5/1/2027	7/1/2027	P40-3002401-01
Total for 2025:		\$	\$ 60,493,543.00						

2028									
60	Tulsa MUA (III) (City of Tulsa)	\$ 54,000,000.00	\$ 54,000,000.00	504,613	D	Identification, planning, design, and replacement of lead service lines.	12/1/2027	2/1/2028	P40-1020418-03
Total for 2028:		\$	\$ 54,000,000.00						

2029									
60	Murray Co. RWD #1	\$ 3,562,200.00	\$ 3,562,200.00	5,805	D	Identification, planning, design, and replacement of lead service lines.	7/1/2028	9/1/2028	P40-2005012-01
Total for 2029:		\$	\$ 3,562,200.00						

Project Priority List
for Lead Service Line Program

Total for all years: \$ 118,055,743.00

**Project Priority List
for Emerging Contaminants Program**

PRIORITY POINTS	SYSTEM	LOAN AMOUNT	CUMULATIVE AMOUNT	POPULATION	Severly Disadvantaged, Disadvantaged, or No*	PROJECT DESCRIPTION	Anticipated Binding Commitment Date	Anticipated Construction Date	Project Number
Funding List									
501	Wayne PWA	\$ 3,529,398.00	\$ 3,529,398.00	688	D	Water Treatment Plant rehabilitation to treat high levels Iron and Manganese: Package Pressure Vessle & appurtenances, WTP Clearwell, two (2) WTP Backwash pumps, two (2) WTP High service pumps, two (2) Backwash Lagoons.	12/1/2026	2/1/2027	P40-2004702-01
390	Krebs UA	\$ 3,500,000.00	\$ 7,029,398.00	2,051	S	Constructing a new water treatment plant with manganese treatment system.	12/1/2026	2/1/2027	P40-1020606-01
350	Konawa PWA	\$ 2,100,000.00	\$ 9,129,398.00	1,479	S	Drill 4 wells north of Konawa where the source water quality is much better than our current wells, and if the capacity of the aquifer is not sufficient to meet the needs of the City, a second alternative is to drill 3 new wells near our existing wells and the addition of an iron and manganese removal plant.	9/1/2026	11/1/2026	P40-2006704-01
205	Lawton WA (VIII)	\$ 11,000,000.00	\$ 20,129,398.00	114,387	D	Southeast Water Treatment Plant Manganese Program.	12/1/2026	2/1/2027	P40-1011303-08
185	Osage Co. RWD #21 (II)	\$ 1,100,000.00	\$ 21,229,398.00	1,575	D	Modification of the existing water treatment plant to include the addition of a clarifier, and upgrade of filters and membrane system necessary to provide potable water low in iron and manganese.	12/1/2026	2/1/2027	P40-2003616-02
180	Bethany PWA (II)	\$ 2,500,000.00	\$ 23,729,398.00	20,514	D	Repairing and upgrading one damaged and out-of-service Granular Activated Carbon (GAC) filter; upgrading three additional GAC filters by adding new piping, diffusers, and an anchoring system to enhance operational efficiency; conducting a full-scale pilot study to ensure the project effectively removes emerging contaminants, such as PFAs, to comply with upcoming EPA regulations.	12/1/2026	2/1/2027	P40-2005519-02
120	Tri-County RWD #2	\$ 7,324,436.00	\$ 31,053,834.00	5,172	D	Improvements include water line improvements to bring high manganese well water to the water treatment plant. Other system improvements will include adding another filtration skid to our WTP in order to accommodate the increased GPM. In addition to the increased filtration capacity, a 12" transmission line will be needed in order to keep our pressures and distribution GPM at acceptable levels. Also, the Seminole #7 wells and storage tower will require SCADA components to be installed as well as an upgrade to our current SCADA system along with CL analyzers, flow meters, etc.	12/1/2026	2/1/2027	P40-2006362-01
60	Wagoner Co. RWD #5 (VI)	\$ 20,000,000.00	\$ 51,053,834.00	4,251	D	Construct a treatment solution that will resolve PFAS in the drinking water.	12/1/2026	2/1/2027	P40-1021528-06
Total:			\$ 51,053,834.00						