

# Recommended State ARPA Uses



**SOUTH  
DAKOTA  
DEPARTMENT  
of  
AGRICULTURE  
and NATURAL  
RESOURCES**

November 18, 2021

COVID Relief Liaison Committee

Pierre, SD

# Presentation Overview

- Environmental Funding Projects (Local): \$600 Million
- Environmental Funding Projects (State): \$60 Million
- Workforce Housing – Sewer and Stormwater: \$50 Million



**SOUTH  
DAKOTA  
DEPARTMENT  
of  
AGRICULTURE  
and NATURAL  
RESOURCES**

# Local Water and Wastewater Funding: \$600 million

- Provide quality drinking water and necessary sewer services
- Health and welfare
- Protects the environment and our Natural Resources
- Economic driver for our economy
- Only state political subdivisions and private non-profits who provide water and sewer services apply for funding thru DANR and the Board of Water and Natural Resources



**SOUTH  
DAKOTA  
DEPARTMENT  
of  
AGRICULTURE  
and NATURAL  
RESOURCES**

# Local Water and Wastewater Funding: \$600 million

- Provide quality drinking water and necessary sewer services
- Health and welfare
- Protects the environment and our Natural Resources
- Economic driver for our economy
- Only state political subdivisions and private non-profits who provide water and sewer services apply for funding thru DANR and the Board of Water and Natural Resources



**SOUTH  
DAKOTA  
DEPARTMENT  
of  
AGRICULTURE  
and NATURAL  
RESOURCES**

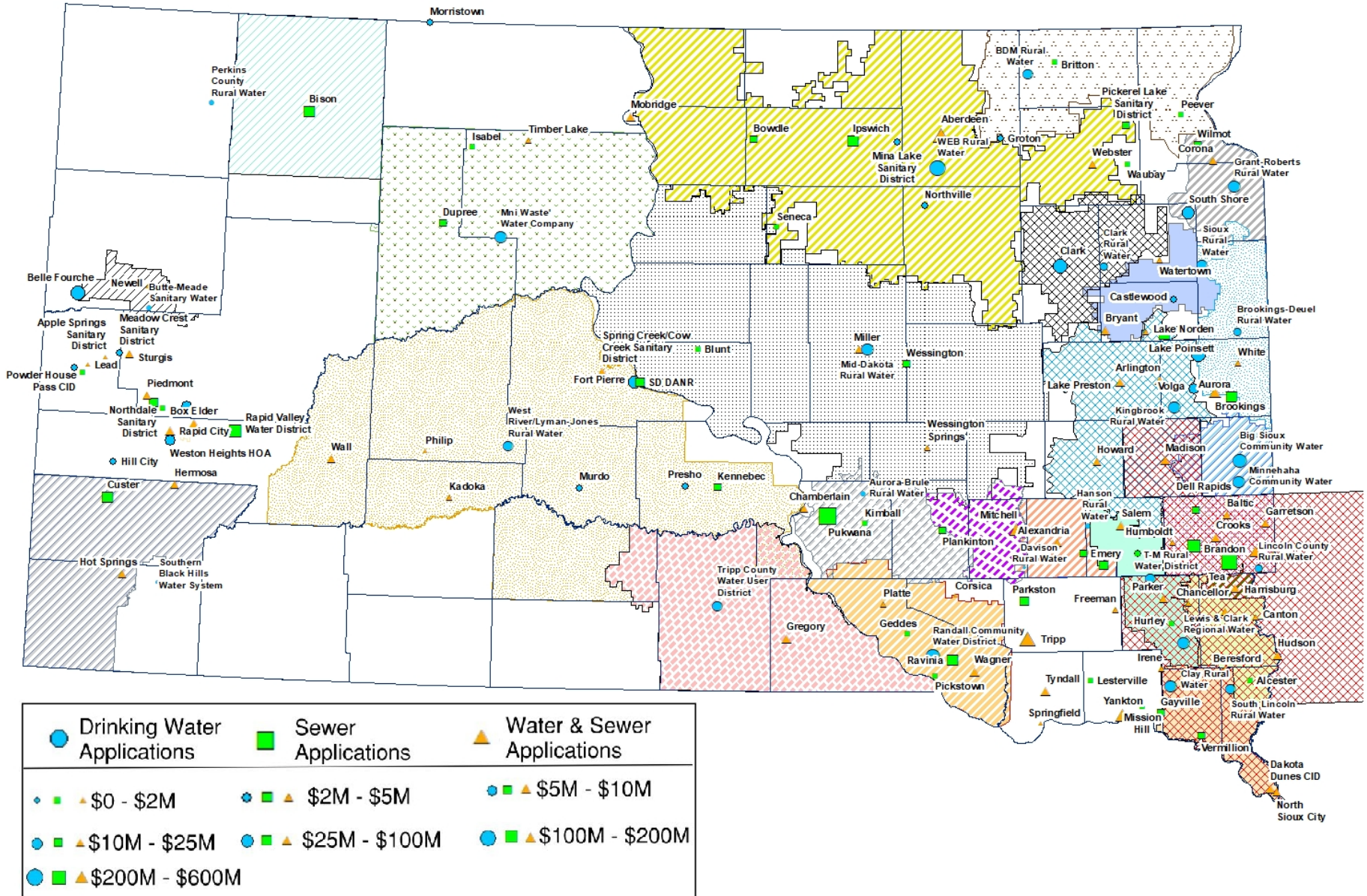
# State Water Plan Process

- Applications for new projects were due on October 31<sup>st</sup>.
- Application overload
- November 4<sup>th</sup> Board of Water and Natural Resources Meeting
- Current State Water Plan:
  - Nearly 250 eligible projects
  - Over \$3.2 billion in project funding request
  - Projects range from municipality, sanitation districts, and rural water systems.



**SOUTH  
DAKOTA  
DEPARTMENT  
of  
AGRICULTURE  
and NATURAL  
RESOURCES**

# Total Funding Requests



# Proposed Allocation

- 1: Local ARPA matched by State ARPA 50/50
- 2: Flat 30% of eligible project cost, capped.
  - Less than 1,000 service pop.: 80% grant up to \$9K per person
  - Less than 2,500 service pop.: 50% grant up to \$5k per person
  - Above 2,500 service pop.: 30% grant up to \$3K per person
3. User Rate Goals: Eligible applicants
  - Municipal Wastewater: \$50 - \$55
  - Municipal Water: \$50 - \$55
  - Rural Water/Others: \$75
4. Discretionary for regionalization/consolidation, regulatory compliance issues, drought resiliency/drinking water availability, and non-point source improvements
5. Request for engineering studies to address long-term drought resiliency and water source issues for drinking water and regionalization of wastewater treatment: up to 100%



**SOUTH  
DAKOTA  
DEPARTMENT  
of  
AGRICULTURE  
and NATURAL  
RESOURCES**

## State Owned Facilities: \$60 Million

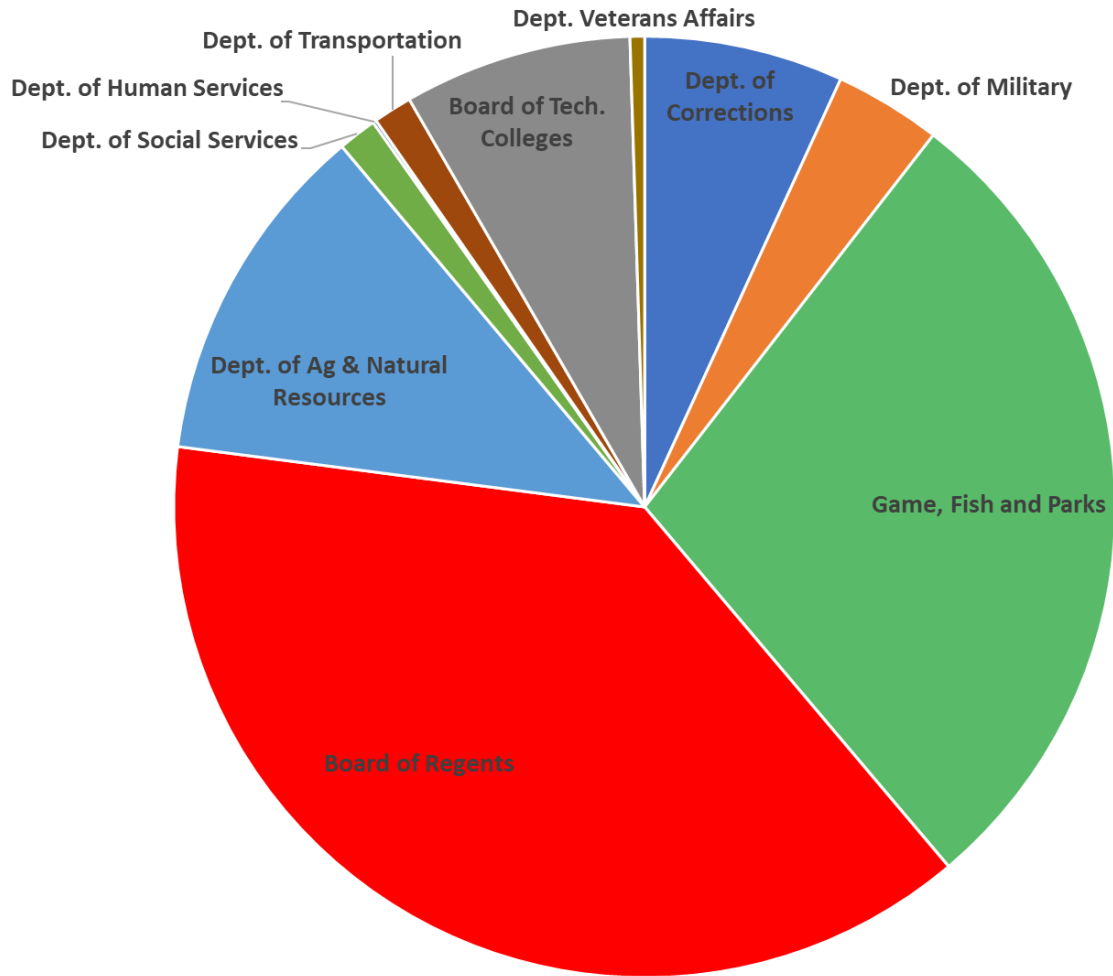
- Many state agencies with eligible water and sewer infrastructure in need of improvements
- Agencies are developing list of needs for funding consideration in coordination with DANR review for eligibility
- If ARP funds are provided this will reduce the need for Maintenance & Repair funds for these utilities and allow other necessary improvements to be funded instead
- Would have long term positive impact on state owned facilities



**SOUTH  
DAKOTA  
DEPARTMENT  
of  
AGRICULTURE  
and NATURAL  
RESOURCES**



State Agency ARPA Funding Requests  
Water and Sewer Infrastructure  
Total \$60 Million



**SOUTH  
DAKOTA  
DEPARTMENT  
of  
AGRICULTURE  
and NATURAL  
RESOURCES**

## Workforce Housing Funding: \$50 million for wastewater and stormwater

- DANR ensure all project cost are eligible
  - Project must be done by a state political subdivisions and private non-profits
- GOED: Administer Program
- The Board of Economic Development will award the grants to projects.



**SOUTH  
DAKOTA  
DEPARTMENT  
of  
AGRICULTURE  
and NATURAL  
RESOURCES**

# Questions?



**SOUTH  
DAKOTA  
DEPARTMENT  
of  
AGRICULTURE  
and NATURAL  
RESOURCES**

Hunter Roberts  
Secretary  
605-773-5559  
[Hunter.roberts@state.sd.us](mailto:Hunter.roberts@state.sd.us)