



State Participation

The State Participation program's goal is to allow for the "right sizing" of projects in consideration of future needs. The program encourages the optimum development of regional projects by funding excess capacity for future use. Program funding is dependent upon legislative appropriations or available funds. To be notified of future funding availability, please join the TWDB's Financial Assistance mailing list at www.twdb.texas.gov/newsmedia/signup.asp.

Eligible Applicants

- Political subdivisions
- Nonprofit water supply corporations

Eligible Projects

Planning, design, acquisition, and construction for the excess capacity of regional projects for:

- Water supply, including reservoirs, well fields, and water rights
- Wastewater
- Flood protection

Benefits and Terms

- Financing through a temporary TWDB ownership interest in a regional facility (local sponsor repurchases the TWDB's interest under a repayment schedule that allows for the structured deferral of both principal and interest)
- Up to 34-year repayment terms (generally)
- Subject to eligibility and Board approval, there is currently no maximum funding limit

Program Requirements

- Program funding dependent upon legislative appropriations or available funds; includes a prioritization process
- State-level environmental review
- Water supply projects must be consistent with the current state water plan
- Reservoir funding must be segmented or phased; permitting is required prior to a construction commitment
- Limited to funding of excess capacity portion; up to 80% of total water project costs and 50% for wastewater costs
- Adoption of water conservation and drought contingency plan (for entities receiving assistance greater than \$500,000)
- Master Agreement rather than bonds
- Review of legislative requirements regarding water loss threshold limits
- U.S. Iron and Steel requirements

For specific questions on the program, please contact Financial_Assistance@twdb.texas.gov.

Detailed information on the program is also available at www.twdb.texas.gov/financial/programs/SPP.