

# ENVIRONMENTAL IMPROVEMENT PROGRAM

## GOVERNOR'S BUDGET RECOMMENDATIONS

Source of Funds	FY23 Adjusted Base	FY24 Recommended	% Change Over FY23	FY25 Recommended	% Change Over FY24
GPR	6,487,000	205,509,300	3,068.0	6,829,500	-96.7
SEG-O	7,000,000	6,000,000	-14.3	4,500,000	-25.0
TOTAL	13,487,000	211,509,300	1,468.2	11,329,500	-94.6

## FULL-TIME EQUIVALENT POSITION SUMMARY

Source of Funds	FY23 Adjusted Base	FY24 Recommended	FTE Change Over FY23	FY25 Recommended	FTE Change Over FY24
TOTAL	0.00	0.00	0.00	0.00	0.00

## AGENCY DESCRIPTION

The program was created in 1997 Wisconsin Act 27 to expand lending activities related to the water quality of our state. The program operates three lending programs for the purposes of construction and expansion of wastewater facilities, construction and expansion of public drinking water facilities, and remediation of municipally-owned contaminated lands. The Department of Natural Resources has lead responsibility for the environmental and project management aspects of the program. The Department of Administration is responsible for the financial management of the program.

## PROGRAMS, GOALS, OBJECTIVES AND ACTIVITIES

### Program 1: Clean Water Fund Program Operations

Goal: Protect the water quality of our surface water and ground waters by funding the repair, rehabilitation, expansion and construction of municipal wastewater collection and treatment facilities.

Goal: Encourage communities to undertake needed surface water and ground water construction projects in a time frame that is in the best interests of the community and the environment.

Goal: Provide the most cost-effective means of capital to communities.

Goal: Reduce the amount of GPR support needed.

## Environmental Improvement Program

### Program 2: Safe Drinking Water Loan Program Operations

Goal: Protect public health by providing the financial resources necessary for communities to maintain safe and adequate public drinking water systems.

Goal: Encourage communities to undertake needed drinking water supply construction projects in a time frame that is in the best interests of the community and the environment.

Goal: Provide the most cost-effective means of capital to communities.

## PERFORMANCE MEASURES

### 2021 AND 2022 GOALS AND ACTUALS

Prog. No.	Performance Measure	Goal 2021	Actual 2021	Goal 2022	Actual 2022
1.	Number of financial assistance agreements.	45	77	50	104
1.	Dollar amount of financial assistance agreements.	\$200 million	\$377 million	\$225 million	\$384 million
1.	Delinquent/defaulted loans.	0	0	0	0

Note: Based on fiscal year.

### 2023, 2024 AND 2025 GOALS

Prog. No.	Performance Measure	Goal 2023 <sup>1</sup>	Goal 2024	Goal 2025
1.	Number of financial assistance agreements.	65	70	70
1.	Dollar amount of financial assistance agreements.	\$300 million	\$325 million	\$325 million
1.	Delinquent/defaulted loans.	0	0	0

Note: Based on fiscal year.

<sup>1</sup>Goals for 2023 have been revised.

## **ENVIRONMENTAL IMPROVEMENT PROGRAM**

### **GOVERNOR'S BUDGET RECOMMENDATIONS**

#### **RECOMMENDATIONS**

1. Replacement of Lead Service Lines
2. Revenue Bonding Authority
3. Debt Service Reestimate

**Environmental Improvement Program**

**Table 1  
Department Budget Summary by Funding Source (in thousands of dollars)**

	ACTUAL FY22	ADJUSTED BASE FY23	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
			FY24	FY25	FY24	FY25
GENERAL PURPOSE REVENUE	\$8,261.0	\$6,487.0	\$6,487.0	\$6,487.0	\$205,509.3	\$6,829.5
Local Assistance	8,261.0	6,487.0	6,487.0	6,487.0	205,509.3	6,829.5
SEGREGATED REVENUE (3)	\$0.0	\$7,000.0	\$7,000.0	\$7,000.0	\$6,000.0	\$4,500.0
Local Assistance	0.0	7,000.0	7,000.0	7,000.0	6,000.0	4,500.0
TOTALS - ANNUAL	\$8,261.0	\$13,487.0	\$13,487.0	\$13,487.0	\$211,509.3	\$11,329.5
Local Assistance	8,261.0	13,487.0	13,487.0	13,487.0	211,509.3	11,329.5

(3) Includes Segregated Revenue-Service, Segregated Revenue-Other and Segregated Revenue-Local

**Table 3  
Department Budget Summary by Program (in thousands of dollars)**

	ACTUAL FY22	ADJUSTED BASE FY23	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
			FY24	FY25	FY24	FY25
1. Clean water fund program operations	\$3,939.3	\$9,756.6	\$9,756.6	\$9,756.6	\$8,154.4	\$7,951.8
2. Safe drinking water loan program operations	\$4,321.7	\$3,730.4	\$3,730.4	\$3,730.4	\$203,354.9	\$3,377.7
TOTALS	\$8,261.0	\$13,487.0	\$13,487.0	\$13,487.0	\$211,509.3	\$11,329.5

**Environmental Improvement Program**

**1. Replacement of Lead Service Lines**

Source of Funds	Agency Request				Governor's Recommendations			
	FY24		FY25		FY24		FY25	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	0	0.00	0	0.00	200,000,000	0.00	0	0.00
TOTAL	0	0.00	0	0.00	200,000,000	0.00	0	0.00

The Governor recommends providing funding under the Safe Drinking Water Loan Program for the replacement of lead service lines.

**2. Revenue Bonding Authority**

The Governor recommends authorizing an additional \$372 million in revenue bonds to fund the state match requirements and additional loans in the Safe Drinking Water Loan Program and Clean Water Fund Program.

**3. Debt Service Reestimate**

Source of Funds	Agency Request				Governor's Recommendations			
	FY24		FY25		FY24		FY25	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	0	0.00	0	0.00	-977,700	0.00	342,500	0.00
SEG-O	0	0.00	0	0.00	-1,000,000	0.00	-2,500,000	0.00
TOTAL	0	0.00	0	0.00	-1,977,700	0.00	-2,157,500	0.00

The Governor recommends adjusting the program's base budget to reflect a reestimate of debt service on authorized bonds.