

UNITED STATES DEPARTMENT OF AGRICULTURE

Rural Utilities Service

STAFF INSTRUCTION 1780-5

SUBJECT: Water and Environmental Programs Fund Allocations - FY 2020

TO: State Directors, Rural Development and Community Program Directors

EFFECTIVE DATE: Date of Approval

EXPIRATION DATE: September 30, 2020

OFFICE OF PRIMARY INTEREST: Assistant Administrator, Water and Environmental Programs

INSTRUCTIONS: File behind RUS Instruction 1780. Replaces version dated June 25, 2019.

AVAILABILITY: This staff instruction is available on
<https://rd.sc.egov.usda.gov/teamrd/up/para/default.aspx>

PURPOSE: This staff instruction informs field offices of allocation levels and related information for FY 2020.



CHAD RUPE
Administrator
Rural Utilities Service



Date

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Water and Environmental
Loans and Grants

ABBREVIATIONS

CLSS - Commercial Loan Servicing System

CPAP – Commercial Loan Application Processing System

ECWAG - Emergency and Imminent Community Water Assistance Grants

EPA – U.S. Environmental Protection Agency

EZ/EC - Empowerment Zones/Enterprise Communities

FY - Fiscal Year

PFCS – Program Funds Control System

PPG – Predevelopment Planning Grants

REAP - Rural Economic Area Partnership Zones

RHS – Rural Housing Service

RUS – Rural Utilities Service

SEARCH - Special Evaluation Assistance for Rural Communities and Households

TOA – Type of Assistance

TRIBAL MEMBERS - Federally-Recognized Native American Tribes

WEP - Water and Environmental Programs

1 PURPOSE

This Staff Instruction provides the Water and Environmental Programs (WEP) loan and grant funding allocations for Fiscal Year (FY) 2020, in accordance with the Further Consolidated Appropriations Act, 2020, Public Law 116-94, dated December 20, 2019.

2 PRIORITIES

To the maximum extent possible, loan, grant, and guaranteed funds should be directed to unserved and underserved communities, as well as, the smallest communities with the lowest incomes. This objective will be a significant factor in distributing National Reserve funds.

Applicants whose projects are necessary to meet the U.S. Environmental Protection Agency (EPA) arsenic, lead and copper rules should receive additional consideration in the assignment of State Director's discretionary points.

Priority should be given in the utilization of grant funds to areas which lack running water, flush toilets, and modern sewage disposal systems, and areas which have open sewers and high rates of disease caused by poor sanitation.

Priority should be given to communities that qualify as distressed communities as defined by the Economic Innovation Group's distressed Communities Index.

State Directors should assign discretionary priority points to applications that include green infrastructure design or innovative approaches to address rural water infrastructure needs.

Emphasis should be placed on reviewing projects to ensure that all reasonable security measures are included in projects being approved for funding.

Emphasis should be placed on reviewing projects to ensure that engineering design incorporates energy and water efficient components to reduce costs and increase sustainability of rural systems.

Loans, including other commercial credit, should be maximized when funding projects. Projecting reasonable user rates and leveraging funds will allow assistance to be provided to the most financially needy communities.

Please note that the maximum cumulative allowed State Director discretionary priority points on any given project is 15 points.

3 AMOUNTS APPROPRIATED

For the gross principal amount of direct loans \$1,400,000,000. The amount of **\$659,480,000** in budget authority (BA) has been appropriated in the Further Consolidated Appropriations Act, 2020, Public Law 116-94, dated December 20, 2019. The amount of **\$10,000,000** is transferred to the High Energy Cost Grants leaving **\$649,480,000**. In addition, General Provision 783 provides an additional amount of **\$5,000,000** in BA for a pilot technical assistance and construction grant making the total BA available **\$654,480,000**. The Agency then determined the program level amounts to be made available for direct loans and grants based on anticipated needs for the year. The funding levels and State allocations are described in this Staff Instruction.

- a Transfers between direct loan and grant. The subsidy rate for direct loans is 4.56 percent for FY 2020. However, transfers between direct loan and grants will not be permitted in FY 2020. States may utilize the National Office Reserve to patch out their projects.
- b Apportionment. State allocations are made on an annual basis. The National Office has received 100 percent of the annual apportionment as of the date of this document.
- c CPAP Underwriting. States should complete all applicable screens in the Loan Determination and Project Funding Breakdown section in Underwriting in order to determine the applicant's contribution, borrowing capacity and need for grant funds. The underwriting section of CPAP must clearly show and/or be documented to show that the project has reasonable user rates compared to similar systems, applicant contributions have been included and/or considered, and the availability of commercial credit has been included and/or considered including guaranteed loans. This pertains especially to the regular direct loan and grant program, Colonias grants, ECWAG grants, and Native American grants.

With limited grant funding, the Agency cannot always award maximum grant to projects. Grant funds are reserved for the neediest communities with the lowest incomes and the need to alleviate health or sanitary problems. Very limited if any grant should be afforded to projects where the median household income (MHI) is above poverty and above 80% of the state non-metro MHI (SNMMHI) and where it does not alleviate a health or sanitary problem. The same is true if Equivalent Dwelling Unit (EDU) costs are lower than 1.5% of MHI. Additionally, projects seeking reserve grant funding should score 90 points or above.

4 FUNDS RETAINED IN THE NATIONAL OFFICE

The following are funded out of the overall budget authority appropriation for WEP.

- a Rural Economic Area Partnership (REAP) Zones. The amount available is **\$4,436,500** in budget authority for grants. These funds will be kept in the National Office. Eligible States may request these funds through CPAP. ***State Directors are responsible for reviewing requests to determine if the proposed project is specifically identified in the REAP Strategic Plan and approved benchmark documents. This determination should be included with the request for funds submitted through CPAP and stated under the “Additional Information” section. Additionally, the benchmark number and a brief description of the project which includes how the project meets the benchmark requirements should be included in the “Additional Information” section of the request for funds form in CPAP.*** These funds will be available until **August 15, 2020**. After that date, unobligated funds will revert to regular program use, including funds allocated to States for a specific project but not yet obligated.
- b Technical Assistance and Training Grants, Solid Waste Management Grants, Rural Decentralized Water System Grants, Revolving Funds for Financing Water and Wastewater Projects and Pilot Project funds for technical assistance and construction for regional wastewater systems. Funds for these four programs are retained by the National Office. The following amounts are available:

Technical Assistance and Training Grants	\$30,000,000
Solid Waste Management Grants	\$4,000,000
Rural Decentralized Water System Grants (formerly Household Water Well System Grants)	\$5,000,000
Revolving Funds for Financing Water and Wastewater Grants	\$1,000,000
Pilot for technical assistance and construction for regional wastewater systems	\$5,000,000

- c Colonias - Section 306C WW Grants. The amount available is **\$25,000,000** for Section 306C WW for the States listed below. RUS will not transfer any FY 2020 funds to the Rural Housing Service (RHS) for processing individual grants; however, they will have access to their carryover funding. The National Office will maintain a reserve of \$2,000,000 to be available for States which exhaust their initial allocation. The remaining \$23,000,000 will be allocated to Colonias States in the amounts listed below. Reserve funds may be requested from the Water Programs Division using CPAP. In accordance with Section 3c of this Staff Instruction, applicants should be expected to borrow as much as they can afford to repay, as in the regular program. Priority should be given to Colonias that are currently unserved and lack access to safe water and/or wastewater services.

Arizona	\$3,220,000
California	2,990,000
New Mexico	8,395,000
Texas	8,395,000
RHS	0
National Colonias Reserve	2,000,000

TOTAL	\$25,000,000
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- (1) States will have access to the above amounts until year-end pooling. Funds not used by the States by that date will be pooled in the National Office and made available to the other Colonias States on a project-by-project basis until expended.
- (2) On or before year-end pooling, RUS and RHS will assess remaining needs. Any funds not needed by RHS will be added to the National Colonias reserve.

- d Native Americans - Section 306C WW Grants. The amount available is **\$15,000,000**. There is an additional **\$10,000,000** set aside in the persistent poverty section of this Instruction. The total available is \$25,000,000. These funds are specifically intended to be used for eligible projects which benefit members of Federally-Recognized Native American Tribes (Tribal Members). Applications will be processed in accordance with all eligibility and other requirements of 7 CFR 1777.

Every effort should be made to identify and fund the neediest projects. However, the use of RUS loan funds, as well as funds from other sources, in conjunction with the grant funds is strongly encouraged whenever feasible so that the funds result in the maximum possible investment. In accordance with Section 3c of this Staff Instruction, applicants should be expected to borrow as much as they can afford to repay, as in the regular program. Discretionary points awarded by the National Office will be added for projects involving loan funds.

Projects for which the applicant is not a Federally-Recognized Native American Tribe, but which benefit Tribal members, may be considered eligible for the Section 306C funds if the applicant provides acceptable documentation and certifies that more than 50 percent of the users in the project service area are Tribal members. In such cases, Section 306C funds cannot exceed the applicable percentage of the total eligible project cost. If the grantee is not a Federally Recognized Native American Tribe, the grantee should obtain a letter of support from the benefiting Federally-Recognized Native American Tribe.

Section 306C Native American funds will be available on a priority basis. The maximum amount from the set aside for any project is \$2 million. Funds may be requested by using CPAP to submit RUS Bulletin 1777-3, with RUS Bulletin 1777-2 attached. Funds will be allocated on a project-by-project basis periodically throughout the year.

For FY 2020, Section 306C Native American projects must serve Tribes/service areas where the per capita income is not more than **\$18,590** and the unemployment rate is not less than **4.50** percent.

- e Rural Alaskan Villages. The amount available is **\$18,000,000** to the State of Alaska for grants to rural or native villages (7 CFR 1784 (or RUS Instruction 1784) provides special guidance). Additional funds carried over from prior years will be available for obligation in FY 2020. Funds must be used for development and construction of water and wastewater systems to improve health and sanitation conditions in those villages. Of the funding provided for this program, \$750,000 is available for Rural Alaskan Villages Predevelopment grants. No additional funds will be set aside for training and technical assistance since \$3,434,789.00 in carryover funds are available. These carryover funds are available to be used by the State of Alaska for training and technical assistance programs and may be used by a consortium formed pursuant to Section 325 of Public Law 105-83 for training and technical assistance programs. Funds are not available to develop a regional system for centralized billing, operation, and management of rural water and waste utilities.
- f Emergency and Imminent Community Water Assistance Grants (ECWAG). The amount being set aside is **\$20,000,000**. Applications will be processed in accordance with all eligibility and other requirements of 7 CFR 1778 and RUS Staff Instruction 1778-1. A disaster designation is not required. The Agriculture Improvement Act of 2018, Public Law 115-334 dated December 20, 2018, raised the limit set in section 306A(f)(1) of the Consolidated Farm and Rural Development Act from \$500,000 to \$1,000,000.

Every effort should be made to target at least 50 percent of these funds to rural areas with populations not in excess of 3,000 inhabitants. These funds will be kept in the National Office. Funds may be requested using CPAP to submit RUS Bulletin 1778-2, with RUS Bulletin 1778-1 attached. The request must clearly identify the emergency that took place. Funds will be allocated on a project-by-project basis periodically throughout the year. These funds will be available until **July 1, 2020**. After that date, unobligated funds may revert to regular program use, including funds allocated to States for a specific project but not yet obligated. The following amounts are available:

TOA	<u>ECWAG</u>	<u>Amount</u>
93	Section 306A- \$150,000 Limit	\$6,000,000
95	Section 306A- \$1,000,000 Limit	<u>\$14,000,000</u>
		\$20,000,000

- g Emergency and Imminent Community Water Assistance Grants (ECWAG) - Appropriated. The amount available is **\$15,000,000**. Applications will be processed in accordance with all eligibility and other requirements of 7 CFR 1778 and RUS Staff Instruction 1778-1. A disaster designation is not required. The Agriculture Improvement Act of 2018, Public Law 115-334 dated December 20, 2018, raised the limit set in section 306A(f)(1) of the Consolidated Farm and Rural Development Act from \$500,000 to \$1,000,000.

Every effort should be made to target at least 50 percent of these funds to rural areas with populations not in excess of 3,000 inhabitants. These funds will be kept in the National Office. Funds may be requested using CPAP to submit RUS Bulletin 1778-2, with RUS Bulletin 1778-1 attached. The request must clearly identify the emergency that took place. Funds will be allocated on a project-by-project basis periodically throughout the year. These funds will be available until **September 30, 2020**. The following amounts are available:

<u>TOA</u>	<u>ECWAG</u>	<u>Amount</u>
704	Section 306A- \$150,000 Limit	\$4,500,000
706	Section 306A- \$1,000,000 Limit	<u>\$10,500,000</u>
		\$15,000,000

- h Predevelopment Planning Grants (PPG). The amount available is **\$1,000,000**. States are authorized to use up to the greater of the equivalent of one percent of their initial water and waste disposal grant State allocation or \$70,000. The Assistant Administrator for WEP is delegated authority to exceed these limits for emergencies, extenuating circumstances or for States that do not have an ample supply of applications on hand. **Requests for PPG funds must be made through the “Requests for Funds” tab in CPAP.** The National Office will transfer funds to the State’s PPG account. **These funds will not count against the States grant allocation in FY 2020. These funds will be available until year-end pooling or until exhausted, whichever comes first.** States will not be allowed to convert any of their water and waste disposal grant allocation to fund additional requests. After year-end pooling, any unobligated funds, including funds allocated to States for a specific project but not yet obligated by the State, will revert to regular program use. Predevelopment Planning Grants will be made in accordance with 7 CFR 1780. For additional guidance, see Staff Instruction 1780-2, Section 6 Predevelopment Planning Grants.

- i Special Evaluation Assistance for Rural Communities and Households (SEARCH) Grants. The amount available is **\$3,000,000**. States are authorized to use up to the greater of the equivalent of one percent of their initial water and waste disposal grant State allocation or \$70,000. The Assistant Administrator for WEP is delegated authority to exceed these limits for emergencies, extenuating circumstances or for States that do not have an ample supply of applications on hand. **Requests for SEARCH funds must be made through the “Requests for Funds” tab in CPAP.** The National Office will transfer funds to the State’s SEARCH account. **These funds will not count against the states grant allocation in FY 2020. These funds will be available until year-end pooling or until exhausted, whichever comes first.** States will not be allowed to convert any of their water and waste disposal grant allocation to fund additional requests. After year-end pooling, any unobligated funds, including funds allocated to States for a specific project but not yet obligated by the State, will revert to regular program use. SEARCH Grants will be made in accordance with 7 CFR 1774.
- j The Department of Hawaiian Home Lands (of the State of Hawaii). FY 2020 appropriations language did not include set aside funds for the Department of Hawaiian Homelands (of the State of Hawaii).
- k Strategic Economic and Community Development (SECD) Priority. The amounts available are **\$70,000,000** loan and **\$19,784,400** grant from the Regular Program and **\$5,000,000** loan from the Guaranteed Program. These funds will be managed in the National Office. States will request these funds through CPAP once the score is approved by the Innovation Center. States must ensure the correct TOA codes are used for SECD requests. These funds will be available until June 30, 2020. After that date, unobligated funds will revert to regular program use, including funds allocated to States for a specific project but not yet obligated. Field Staff will follow the directions submit SECD applications to the Innovation Center’s SECD SharePoint Site. Form 1980-88 and ALL supporting documentation must be uploaded into the Notes and Attachments Section of CPAP. Points will be added by the funding coordinator after the project is “Ready to Obligate” and the Request for Funds has been submitted in CPAP.
- l Persistent Poverty County. The total amount available is **\$140,000,000** in direct loan level and **\$59,564,000 in BA**. Of the total BA amount available **\$49,564,000** will be for Water and Waste Disposal grants (TOA codes 743-745) and **\$10,000,000** will be for the Native American 306C program (TOA codes 748-750). These funds will be managed in the National Office. States will request these funds through CPAP. States must ensure the correct TOA codes are used for the Persistent Poverty requests. These funds will be available until exhausted. See Exhibit C of this document for a list of eligible counties. Territories or possessions of the United States may also be eligible to utilize these funds.
- m Miscellaneous. There are no funds appropriated for projects whose features include agricultural water supply benefits, groundwater protection, and environmental enhancement (also known as the Watershed Program).

- n National Office Reserve. Direct loan and grant reserve funds will be transferred to States for projects which best meet the Agency's priorities and according to funds available at the time of the request. Funds will only be made available if a State's allocation has been fully obligated or designated for specific projects. State Directors will request reserve funds by using the Request for Funds function in CPAP after the docket and CPAP have been developed to the point where the loan and/or grant can be approved upon notification that funds are available. **Requests must include in the "Additional Information" section, a description of the proposed facility clearly describing how funds will be used, and any significant or unusual circumstances.**

When requesting National Office Reserve funds for projects that have experienced a Cost Overrun (COR), the request must include documentation in the "Additional Information" section to show how the COR meets the requirements of §1780.17(f) of 7 CFR 1780 (or RUS Instruction 1780).

With limited grant funding, the Agency cannot always award maximum grant to projects. Grant funds are reserved for the neediest communities with the lowest incomes and the need to alleviate health or sanitary problems. Loans, including other commercial credit, should be maximized when requesting National Office Reserve funding. Projecting reasonable user rates and leveraging funds will allow assistance to be provided to the most financially needy communities. Grant requests will be closely evaluated. Grant requests that leverage direct loan funding are encouraged to the fullest extent feasible. Grant reserve funds will be very limited if approved for those requests where the median household income (MHI) is above poverty and above 80% of the state non-metro MHI (SNMMHI) and where it does not alleviate a health or sanitary problem. The same is true where Equivalent Dwelling Unit (EDU) costs are lower than 1.5% of MHI. Projects seeking reserve grant funding should score 90 points or above.

Priority for National Office reserve funding is as follows:

- Emergency situations
- Help States fully utilize its allocations (patch outs).
- Cost Overruns after the State's allocation is obligated.
- Unserved and underserved communities.

The National Office will normally review requests on hand by the middle of each month. If funds are not made available immediately, the request will be retained by the National Office for later consideration. The State should review the status of projects for which funds have been requested each month.

If there are changes such as priority or amounts needed, or if an application is withdrawn, the Water Programs Division should be notified, and the request updated in CPAP. Requests on hand for FY 2019 reserve funds will not be considered further.

5 STATE ALLOCATIONS.

Loan and grant allocations have been calculated in accordance with the methodology and formulas stated in §1780.18 of 7 CFR 1780 (or RUS Instruction 1780).

a. Water and Waste Disposal Direct Loans.

(1) Amount available for allocation.

Available for Direct Loans	\$1,400,000,000.00
Less: Set-Aside for Persistent Poverty	\$140,000,000.00
Set-Aside for SECD	\$70,000,000.00
Watershed Improvement	\$0
National Office reserves	\$0
Available for State Allocations	\$1,190,000,000.00

(2) Base allocation. States will receive approximately one half of one percent of the amount available for allocation, or at least **\$6,000,000**, except for the Virgin Islands and Western Pacific Areas, which will receive an Administrative Allocation of **\$830,000** each.

b. Water and Waste Disposal Grants.

(1) Amount available for allocation.

Available for Grants	\$600,570,000.00
Less: Set-Asides for:	
Circuit Rider Contract	\$19,570,000.00
Technical Assistance & Training Grants	\$30,000,000.00
Pilot TAT and Construction for wastewater	\$5,000,000.00
High Energy Cost Grants (transferred to RUS Electric)	\$10,000,000.00
Colonias	\$25,000,000.00
ECWAG	\$20,000,000.00
ECWAG Appropriated	\$15,000,000.00
SECD	\$19,784,400.00
Persistent Poverty Grant	\$49,564,000.00
Persistent Poverty ECWAG Appropriated	\$0.00
Persistent Poverty Native American Grant	\$10,000,000.00
Alaskan Villages	\$18,000,000.00
Native Americans (Section 306C)	\$15,000,000.00
REAP	\$4,436,500.00
Individual-Owned Water Well System	\$5,000,000.00
Water & Wastewater Revolving Funds	\$1,000,000.00
Predevelopment Planning Grants	\$1,000,000.00
SEARCH Grants	\$3,000,000.00
Solid Waste Management Grants	\$4,000,000.00
American Iron and Steele Admin Expenses	\$0.00
National Office Reserve	\$15,215,100.00
Available for State Allocations	\$330,000,000.00

(2) Base allocation. States will receive approximately one half of one percent of the amount available for allocation, or at least **\$1,700,000**, except for the Virgin Islands and Western Pacific Areas, which will receive an Administrative Allocation of **\$830,000** each.

c. Water and Waste Disposal Guaranteed Loans.

(1) Amount available for allocation.

Available for Guaranteed Loans	\$50,000,000
Less: Set-Aside for SECD	\$5,000,000
National Office Reserves	\$0
Available for State Allocations	\$45,000,000

- (2) **\$45,000,000** is being allocated for guaranteed funds using the same general methodology as for direct loans. The base allocation is \$200,000, except for the Virgin Islands and Western Pacific Areas, which will receive an Administrative Allocation of \$300,000 each. The National Office will retain a reserve of \$5,000,000, and there are carryover funds available.
- (3) A guaranteed loan may be a workable financing approach, or part of one, in some cases. Use of a guarantee can free up direct loan funds for use on a project where a guarantee would be workable.
- (4) It is recognized that some States have less potential for building the guaranteed program than others. However, it is expected that all States will make serious efforts to use their guaranteed allocation and support RD's public-private partnership outreach efforts.
- (5) A guaranteed loan may be used for graduation purposes.

d. Pooling of Direct Loan and Grant Funds.

Mid-year pooling will occur on **May 15, 2020**. On or before that date, each State should obligate at least 50 percent of its FY 2020 initial allocation. All funds from the first 50 percent of the State's FY 2020 initial allocation for which requests for obligation have not been entered and/or processed will be pooled. See Exhibit B of this Staff Instruction for the methodology behind mid-year pooling.

Year-end pooling will be on **August 7, 2020**. All projects submitted on or before August 7, 2020 must be ready to obligate, including the completion of the environmental process. Funds will not be held for any project that was not ready to obligate by the pooling date. Projects not ready to obligate will be held and considered during the year end process. All funds for which requests for obligation have not been entered and processed will be pooled. Pooled funds revert to the National Office reserve.

All requests for year-end pooled funds must be entered into CPAP's Request for National Office Reserves by COB on Friday, August 14, 2020. The National Office will begin to make selections on Friday, August 21, 2020. Projects submitted for consideration must be ready to obligate, including the completion of the environmental process, no later than August 21, 2020 to be considered for funding. After August 21, 2020, there will only be a small amount of funds held for emergencies and unexpected cost overruns. Therefore, because of the possibility of cost overruns, projects should not be allowed to go to bid after August 7, 2020.

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STATE	TOTAL BUDGET AUTHORITY	BASIC FORMULA FACTOR	GUARANTEED LOANS	DIRECT LOANS		GRANTS
				BUDGET AUTHORITY	PROGRAM LEVEL	
Alabama	\$10,872,970	0.0315738	\$1,280,000	\$1,543,970	\$33,859,000	\$9,329,000
Alaska	\$2,900,931	0.0032893	\$312,000	\$405,931	\$8,902,000	\$2,495,000
Arizona	\$5,912,939	0.0139763	\$678,000	\$835,939	\$18,332,000	\$5,077,000
Arkansas	\$8,178,243	0.0220114	\$953,000	\$1,159,243	\$25,422,000	\$7,019,000
California	\$10,450,596	0.0300735	\$1,229,000	\$1,483,596	\$32,535,000	\$8,967,000
Colorado	\$5,369,328	0.0120475	\$612,000	\$758,328	\$16,630,000	\$4,611,000
Connecticut	\$3,766,507	0.0063607	\$418,000	\$529,507	\$11,612,000	\$3,237,000
Delaware	\$2,850,863	0.0031135	\$306,000	\$398,863	\$8,747,000	\$2,452,000
Florida	\$11,318,446	0.0331515	\$1,334,000	\$1,607,446	\$35,251,000	\$9,711,000
Georgia	\$15,715,038	0.0487494	\$1,867,000	\$2,235,038	\$49,014,000	\$13,480,000
Hawaii	\$2,902,068	0.0032924	\$313,000	\$406,068	\$8,905,000	\$2,496,000
Idaho	\$4,448,909	0.0087813	\$500,000	\$626,909	\$13,748,000	\$3,822,000
Illinois	\$9,454,370	0.0265386	\$1,108,000	\$1,341,370	\$29,416,000	\$8,113,000
Indiana	\$10,037,681	0.0286091	\$1,178,000	\$1,424,681	\$31,243,000	\$8,613,000
Iowa	\$6,802,890	0.0171320	\$786,000	\$962,890	\$21,116,000	\$5,840,000
Kansas	\$5,358,778	0.0120087	\$611,000	\$756,778	\$16,596,000	\$4,602,000
Kentucky	\$11,800,256	0.0348613	\$1,392,000	\$1,676,256	\$36,760,000	\$10,124,000
Louisiana	\$8,194,614	0.0220713	\$955,000	\$1,161,614	\$25,474,000	\$7,033,000
Maine	\$5,308,618	0.0118309	\$605,000	\$749,618	\$16,439,000	\$4,559,000
Maryland	\$4,751,046	0.0098536	\$537,000	\$670,046	\$14,694,000	\$4,081,000
Massachusetts	\$3,680,195	0.0060544	\$407,000	\$517,195	\$11,342,000	\$3,163,000
Michigan	\$13,997,984	0.0426594	\$1,659,000	\$1,989,984	\$43,640,000	\$12,008,000
Minnesota	\$8,025,492	0.0214712	\$934,000	\$1,137,492	\$24,945,000	\$6,888,000
Mississippi	\$10,375,926	0.0298084	\$1,219,000	\$1,472,926	\$32,301,000	\$8,903,000
Missouri	\$10,582,429	0.0305416	\$1,245,000	\$1,502,429	\$32,948,000	\$9,080,000
Montana	\$4,203,934	0.0079114	\$471,000	\$591,934	\$12,981,000	\$3,612,000
Nebraska	\$4,243,542	0.0080515	\$475,000	\$597,542	\$13,104,000	\$3,646,000
Nevada	\$3,295,247	0.0046885	\$360,000	\$462,247	\$10,137,000	\$2,833,000
New Hampshire	\$4,013,802	0.0072378	\$448,000	\$564,802	\$12,386,000	\$3,449,000
New Jersey	\$3,498,249	0.0054095	\$385,000	\$491,249	\$10,773,000	\$3,007,000
New Mexico	\$4,583,015	0.0092564	\$517,000	\$646,015	\$14,167,000	\$3,937,000
New York	\$11,851,598	0.0350444	\$1,399,000	\$1,683,598	\$36,921,000	\$10,168,000
North Carolina	\$16,067,335	0.0500000	\$1,910,000	\$2,285,335	\$50,117,000	\$13,782,000
North Dakota	\$3,121,441	0.0040724	\$339,000	\$437,441	\$9,593,000	\$2,684,000
Ohio	\$14,273,291	0.0436356	\$1,692,000	\$2,029,291	\$44,502,000	\$12,244,000
Oklahoma	\$7,345,318	0.0190565	\$852,000	\$1,040,318	\$22,814,000	\$6,305,000
Oregon	\$6,098,387	0.0146343	\$700,000	\$862,387	\$18,912,000	\$5,236,000
Pennsylvania	\$13,930,317	0.0424190	\$1,651,000	\$1,980,317	\$43,428,000	\$11,950,000
Puerto Rico	\$3,906,480	0.0068562	\$434,000	\$549,480	\$12,050,000	\$3,357,000
Rhode Island	\$2,271,054	0.0010553	\$236,000	\$316,054	\$6,931,000	\$1,955,000
South Carolina	\$10,785,430	0.0312627	\$1,269,000	\$1,531,430	\$33,584,000	\$9,254,000
South Dakota	\$3,611,391	0.0058107	\$399,000	\$507,391	\$11,127,000	\$3,104,000
Tennessee	\$12,876,928	0.0386813	\$1,523,000	\$1,829,928	\$40,130,000	\$11,047,000
Texas	\$16,067,335	0.0500000	\$1,910,000	\$2,285,335	\$50,117,000	\$13,782,000
Utah	\$3,299,886	0.0047050	\$361,000	\$462,886	\$10,151,000	\$2,837,000
Vermont	\$3,665,006	0.0059997	\$405,000	\$515,006	\$11,294,000	\$3,150,000
Virgin Islands	\$867,848	0.0000000	\$300,000	\$37,848	\$830,000	\$830,000
Virginia	\$10,176,426	0.0291003	\$1,195,000	\$1,444,426	\$31,676,000	\$8,732,000
Washington	\$6,988,474	0.0177921	\$808,000	\$989,474	\$21,699,000	\$5,999,000
West Virginia	\$6,622,171	0.0164925	\$764,000	\$937,171	\$20,552,000	\$5,685,000
Wisconsin	\$9,651,642	0.0272407	\$1,132,000	\$1,369,642	\$30,036,000	\$8,282,000
W. Pacific Areas	\$867,848	0.0000000	\$300,000	\$37,848	\$830,000	\$830,000
Wyoming	\$3,023,487	0.0037249	\$327,000	\$423,487	\$9,287,000	\$2,600,000
Totals	\$384,264,000	1.0000	\$45,000,000	\$54,264,000	\$1,190,000,000	\$330,000,000
Reserves and Set Asides	\$280,216,000		\$5,000,000	\$9,576,000	\$210,000,000	\$270,570,000
GRAND TOTALS	\$664,480,000		\$50,000,000	\$63,840,000	\$1,400,000,000	\$600,570,000

**Mid-Year Pooling
Methodology**

The following demonstrates the calculations to be used for mid-year pooling:

FY 2020 Initial Loan Allocation:	\$20,000,000
Add Funds Received from N/O Reserve	\$ 4,000,000
Adjusted allocation	\$24,000,000
50 percent of \$24 million	\$ 12,000,000
Amount obligated as of 5/15/20	<u>\$ 8,000,000</u>
Amount lost to mid-year pooling	(\$ 4,000,000)

In this example, the State loses \$4,000,000 to the mid-year pooling.

Counties Eligible for Persistent Poverty Set Aside – FY 2020

FIPS	State	County
01005	AL	Barbour County
01011	AL	Bullock County
01013	AL	Butler County
01023	AL	Choctaw County
01025	AL	Clarke County
01035	AL	Conecuh County
01047	AL	Dallas County
01053	AL	Escambia County
01063	AL	Greene County
01065	AL	Hale County
01085	AL	Lowndes County
01087	AL	Macon County
01091	AL	Marengo County
01099	AL	Monroe County
01105	AL	Perry County
01107	AL	Pickens County
01109	AL	Pike County
01119	AL	Sumter County
01131	AL	Wilcox County
02158	AK	Kusilvak Census Area
02290	AK	Yukon-Koyukuk Census Area
04001	AZ	Apache County
4009	AZ	Graham County
04017	AZ	Navajo County
4023	AZ	Santa Cruz County
05011	AR	Bradley County
05017	AR	Chicot County
05027	AR	Columbia County
05035	AR	Crittenden County
05041	AR	Desha County
5057	AR	Hempstead County
05069	AR	Jefferson County
05073	AR	Lafayette County
05077	AR	Lee County
05093	AR	Mississippi County
05095	AR	Monroe County
05099	AR	Nevada County
05101	AR	Newton County
05107	AR	Phillips County
05111	AR	Poinsett County
05123	AR	St. Francis County
05129	AR	Searcy County
05147	AR	Woodruff County

FIPS	State	County
28029	MS	Copiah County
28031	MS	Covington County
28035	MS	Forrest County
28037	MS	Franklin County
28043	MS	Grenada County
28051	MS	Holmes County
28053	MS	Humphreys County
28055	MS	Issaquena County
28061	MS	Jasper County
28063	MS	Jefferson County
28065	MS	Jefferson Davis County
28069	MS	Kemper County
28071	MS	Lafayette County
28075	MS	Lauderdale County
28079	MS	Leake County
28083	MS	Leflore County
28087	MS	Lowndes County
28091	MS	Marion County
28093	MS	Marshall County
28097	MS	Montgomery County
28099	MS	Neshoba County
28103	MS	Noxubee County
28105	MS	Oktibbeha County
28107	MS	Panola County
28113	MS	Pike County
28119	MS	Quitman County
28123	MS	Scott County
28125	MS	Sharkey County
28127	MS	Simpson County
28133	MS	Sunflower County
28135	MS	Tallahatchie County
28143	MS	Tunica County
28147	MS	Walthall County
28151	MS	Washington County
28153	MS	Wayne County
28157	MS	Wilkinson County
28159	MS	Winston County
28161	MS	Yalobusha County
28163	MS	Yazoo County
29001	MO	Adair County
29035	MO	Carter County
29069	MO	Dunklin County
29133	MO	Mississippi County

6019	CA	Fresno County
6025	CA	Imperial County
6107	CA	Tulare County
08003	CO	Alamosa County
08023	CO	Costilla County
08109	CO	Saguache County
12001	FL	Alachua County
12047	FL	Hamilton County
12049	FL	Hardee County
12079	FL	Madison County
12107	FL	Putnam County
13003	GA	Atkinson County
13005	GA	Bacon County
13007	GA	Baker County
13017	GA	Ben Hill County
13027	GA	Brooks County
13031	GA	Bulloch County
13033	GA	Burke County
13037	GA	Calhoun County
13059	GA	Clarke County
13061	GA	Clay County
13065	GA	Clinch County
13075	GA	Cook County
13081	GA	Crisp County
13087	GA	Decatur County
13093	GA	Dooly County
13095	GA	Dougherty County
13099	GA	Early County
13107	GA	Emanuel County
13109	GA	Evans County
13131	GA	Grady County
13133	GA	Greene County
13141	GA	Hancock County
13163	GA	Jefferson County
13165	GA	Jenkins County
13167	GA	Johnson County
13193	GA	Macon County
13197	GA	Marion County
13205	GA	Mitchell County
13225	GA	Peach County
13239	GA	Quitman County
13243	GA	Randolph County
13251	GA	Screven County
13253	GA	Seminole County
13259	GA	Stewart County
13261	GA	Sumter County
13263	GA	Talbot County
13265	GA	Taliaferro County
13267	GA	Tattnell County
13269	GA	Taylor County
13271	GA	Telfair County

29143	MO	New Madrid County
29149	MO	Oregon County
29155	MO	Pemiscot County
29179	MO	Reynolds County
29181	MO	Ripley County
29203	MO	Shannon County
29215	MO	Texas County
29221	MO	Washington County
29223	MO	Wayne County
29229	MO	Wright County
29510	MO	St. Louis city
30003	MT	Big Horn County
30005	MT	Blaine County
30035	MT	Glacier County
30037	MT	Golden Valley County
30085	MT	Roosevelt County
31173	NE	Thurston County
35005	NM	Chaves County
35006	NM	Cibola County
35013	NM	Dona Ana County
35019	NM	Guadalupe County
35023	NM	Hidalgo County
35029	NM	Luna County
35031	NM	McKinley County
35037	NM	Quay County
35041	NM	Roosevelt County
35047	NM	San Miguel County
35053	NM	Socorro County
35055	NM	Taos County
36005	NY	Bronx County
36047	NY	Kings County
37015	NC	Bertie County
37017	NC	Bladen County
37047	NC	Columbus County
37083	NC	Halifax County
37117	NC	Martin County
37131	NC	Northampton County
37147	NC	Pitt County
37155	NC	Robeson County
37177	NC	Tyrrell County
37187	NC	Washington County
38005	ND	Benson County
38079	ND	Rolette County
38085	ND	Sioux County
39009	OH	Athens County
39163	OH	Vinton County
40001	OK	Adair County
40015	OK	Caddo County
40021	OK	Cherokee County
40023	OK	Choctaw County
40029	OK	Coal County

13273	GA	Terrell County
13279	GA	Toombs County
13283	GA	Treutlen County
13287	GA	Turner County
13299	GA	Ware County
13301	GA	Warren County
13303	GA	Washington County
13309	GA	Wheeler County
13315	GA	Wilcox County
16065	ID	Madison County
17003	IL	Alexander County
17077	IL	Jackson County
17153	IL	Pulaski County
20161	KS	Riley County
21011	KY	Bath County
21013	KY	Bell County
21025	KY	Breathitt County
21045	KY	Casey County
21051	KY	Clay County
21053	KY	Clinton County
21057	KY	Cumberland County
21063	KY	Elliott County
21065	KY	Estill County
21071	KY	Floyd County
21075	KY	Fulton County
21095	KY	Harlan County
21099	KY	Hart County
21109	KY	Jackson County
21115	KY	Johnson County
21119	KY	Knott County
21121	KY	Knox County
21125	KY	Laurel County
21127	KY	Lawrence County
21129	KY	Lee County
21131	KY	Leslie County
21133	KY	Letcher County
21135	KY	Lewis County
21137	KY	Lincoln County
21147	KY	McCreary County
21153	KY	Magoffin County
21159	KY	Martin County
21165	KY	Menifee County
21171	KY	Monroe County
21175	KY	Morgan County
21189	KY	Owsley County
21193	KY	Perry County
21195	KY	Pike County
21197	KY	Powell County
21201	KY	Robertson County
21203	KY	Rockcastle County
21205	KY	Rowan County

40057	OK	Harmon County
40063	OK	Hughes County
40069	OK	Johnston County
40089	OK	McCurtain County
40107	OK	Okfuskee County
40119	OK	Payne County
40127	OK	Pushmataha County
40133	OK	Seminole County
40141	OK	Tillman County
42101	PA	Philadelphia County
45005	SC	Allendale County
45009	SC	Bamberg County
45011	SC	Barnwell County
45027	SC	Clarendon County
45029	SC	Colleton County
45033	SC	Dillon County
45049	SC	Hampton County
45053	SC	Jasper County
45061	SC	Lee County
45067	SC	Marion County
45069	SC	Marlboro County
45075	SC	Orangeburg County
45089	SC	Williamsburg County
46007	SD	Bennett County
46017	SD	Buffalo County
46023	SD	Charles Mix County
46027	SD	Clay County
46031	SD	Corson County
46041	SD	Dewey County
46071	SD	Jackson County
46095	SD	Mellette County
46102	SD	Oglala Lokota County
46109	SD	Roberts County
46121	SD	Todd County
46137	SD	Ziebach County
47013	TN	Campbell County
47025	TN	Claiborne County
47029	TN	Cocke County
47049	TN	Fentress County
47061	TN	Grundy County
47067	TN	Hancock County
47091	TN	Johnson County
47095	TN	Lake County
47151	TN	Scott County
48025	TX	Bee County
48041	TX	Brazos County
48047	TX	Brooks County
48061	TX	Cameron County
48107	TX	Crosby County
48109	TX	Culberson County
48127	TX	Dimmit County

21207	KY	Russell County
21231	KY	Wayne County
21235	KY	Whitley County
21237	KY	Wolfe County
22001	LA	Acadia Parish
22009	LA	Avoyelles Parish
22013	LA	Bienville Parish
22017	LA	Caddo Parish
22025	LA	Catahoula Parish
22027	LA	Claiborne Parish
22029	LA	Concordia Parish
22035	LA	East Carroll Parish
22037	LA	East Feliciana Parish
22039	LA	Evangeline Parish
22041	LA	Franklin Parish
22045	LA	Iberia Parish
22061	LA	Lincoln Parish
22065	LA	Madison Parish
22067	LA	Morehouse Parish
22069	LA	Natchitoches Parish
22071	LA	Orleans Parish
22073	LA	Ouachita Parish
22081	LA	Red River Parish
22083	LA	Richland Parish
22085	LA	Sabine Parish
22091	LA	St. Helena Parish
22097	LA	St. Landry Parish
22101	LA	St. Mary Parish
22105	LA	Tangipahoa Parish
22107	LA	Tensas Parish
22117	LA	Washington Parish
22119	LA	Webster Parish
22123	LA	West Carroll Parish
22127	LA	Winn Parish
24510	MD	Baltimore city
26073	MI	Isabella County
28001	MS	Adams County
28005	MS	Amite County
28007	MS	Attala County
28009	MS	Benton County
28011	MS	Bolivar County
28017	MS	Chickasaw County
28019	MS	Choctaw County
28021	MS	Claiborne County
28023	MS	Clarke County
28025	MS	Clay County
28027	MS	Coahoma County

48131	TX	Duval County
48137	TX	Edwards County
48141	TX	El Paso County
48145	TX	Falls County
48153	TX	Floyd County
48163	TX	Frio County
48169	TX	Garza County
48191	TX	Hall County
48215	TX	Hidalgo County
48225	TX	Houston County
48229	TX	Hudspeth County
48249	TX	Jim Wells County
48255	TX	Karnes County
48271	TX	Kinney County
48273	TX	Kleberg County
48279	TX	Lamb County
48283	TX	La Salle County
48307	TX	McCulloch County
48315	TX	Marion County
48323	TX	Maverick County
48347	TX	Nacogdoches County
48377	TX	Presidio County
48385	TX	Real County
48389	TX	Reeves County
48395	TX	Robertson County
48405	TX	San Augustine County
48427	TX	Starr County
48463	TX	Uvalde County
48465	TX	Val Verde County
48479	TX	Webb County
48489	TX	Willacy County
48505	TX	Zapata County
48507	TX	Zavala County
49037	UT	San Juan County
51027	VA	Buchanan County
51051	VA	Dickenson County
51105	VA	Lee County
51121	VA	Montgomery County
51131	VA	Northampton County
51195	VA	Wise County
5172	VA	Norton City
51750	VA	Radford City
53047	WA	Okanogan County
53075	WA	Whitman County
54007	WV	Braxton County
54013	WV	Calhoun County
54015	WV	Clay County
54019	WV	Fayette County
54021	WV	Gilmer County
54043	WV	Lincoln County

54045	WV	Logan County
54047	WV	McDowell County
54059	WV	Mingo County
54061	WV	Monongalia County
54087	WV	Roane County
54101	WV	Webster County
55078	WI	Menominee County