

Funding for the EPA’s State Revolving Funds

The Clean Water State Revolving Fund (CWSRF)¹ and the Drinking Water State Revolving Fund (DWSRF)² function like infrastructure banks by providing low interest loans to eligible recipients for water infrastructure projects. Each state may provide various types of assistance like loans, refinancing, purchasing, or guaranteeing local debt and purchasing bond insurance. Funding for these revolving funds is typically provided by congress through the annual appropriations process.

You might recall that the Infrastructure Investment and Jobs Act (IIJA) also provided about \$24 billion for the CWSRF and DWSRF. These IIJA funds are considered supplemental, meaning they are in addition to any annual appropriations to the SRFs provided by congress. The funding from the IIJA is not included in the annual appropriations detailed below.

FY 2024:

\$4,418,938,000 to states and tribes for water infrastructure.³

- Note: the original House Republican bill only called for \$2.5B, so while the negotiated funding level is 61.5 million below the FY23 enacted level, it is a substantial increase from where the House started.⁴

FY2024 SRF Funding is broken down into:

- **\$1,638,861,000** for CWSRF capitalization grants.
- **\$1,126,101,000** for DWSRF capitalization grants.
 - **\$787,652,267** of the CWSRF and **\$631,659,905** of the DWSRF is for construction.

FY 2023:

\$4,480,428,000 to states and tribes for water infrastructure.⁵

FY2023 SRF funding is broken down into:

- **\$1,638,861,000** for CWSRF capitalization grants.
- **\$1,126,101,000** for DWSRF capitalization grants.
 - **\$863,108,642** of the CWSRF and **\$609,108,642** of the DWSRF is for construction.

FY2023 also included a **Disaster Relief Supplemental**, which provides:

\$1,067,210,000 for Clean Water and Drinking Water State Revolving Funds for States or Territories impacted by Hurricanes Fiona and Ian.²

SRF FY2023 Comparisons to FY2024:

| Annual Appropriations | FY2023 | FY2024 | Percent Change |
|---|------------------------|------------------------|----------------|
| CWSRF Capitalization Grant Funding | \$1,638,861,000 | \$1,638,861,000 | 0% |
| DWSRF Capitalization Grant Funding | \$1,126,101,000 | \$1,126,101,000 | 0% |
| IIJA Funding | | | |
| IIJA Funding for DWSRF | \$2,202,000,000 | \$2,403,000,000 | 8.36% |
| IIJA Funding for CWSRF | \$2,202,000,000 | \$2,403,000,000 | 8.36% |
| TOTAL SRF Funding | \$7,168,962,000 | \$7,570,962,000 | 5.61% |

¹ Environmental Protection Agency, [Clean Water State Revolving Fund](#)

² Environmental Protection Agency, [Drinking Water State Revolving Fund](#)

³ “Consolidated Appropriations Act, 2024,” [U.S. House of Representatives](#), Accessed 3/4/24

⁴ “Consolidated Appropriations Act, 2024,” [House Appropriations Republicans](#), Accessed 3/4/24

⁵ “Consolidated Appropriations Act, 2023,” [U.S. House of Representatives](#), Accessed 3/4/24