



Water Pollution Control Loan Program

Annual Report 2025

Prepared for the United States Environmental Protection Agency

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October 2025

Illinois EPA – Water Pollution Control Loan Program – 2025 Annual Report

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WATER POLLUTION CONTROL LOAN PROGRAM

2025 ANNUAL REPORT: July 1, 2024 – June 30, 2025

I. Introduction

In accordance with Section 606(d) of the Clean Water Act as amended (CWA) and the Water Pollution Control Loan Program (WPCLP) Operating Agreement between the Illinois Environmental Protection Agency (Illinois EPA) and the United States Environmental Protection Agency (U.S. EPA), this Annual Report addresses the activities, goals and reporting requirements of the WPCLP for the 12-month period from July 1, 2024, to June 30, 2025 (SFY2025).

II. Executive Summary

The USEPA awarded Illinois EPA three Federal Fiscal Year Clean Water State Revolving Fund (CWSRF) capitalization grants totaling \$149,391,000 for use in the WPCLP. This amount consists of a base capitalization grant, a Bipartisan Infrastructure Law (BIL) Supplemental capitalization grant and a BIL CWSRF Emerging Contaminant.

The FFY2023 BIL EC grant was transferred to the DWSRF loan program as there was no demand for the CWSRF EC funding.

Detailed breakdown is shown in the table below:

Clean Water SRF Grants	Amount	Federal Fiscal Year Grant	Date Awarded
Base Capitalization Grant	\$36,922,000	FFY2024	September 08, 2024
BIL- Supplemental Grant	\$102,852,000	FFY2024	September 19, 2024
BIL – Emerging Contaminants	\$9,617,000	FFY2023	September 04, 2024
Total	\$149,391,000		

Total Repayments

A total of in loan repayments was received during the reporting period, with those receipts consisting of \$248,238,312 in repayment principal and \$52,481,543 in repayment interest and loan support. The Illinois EPA utilized the loan support fund to provide match for the 319(h) grant in the amount of \$1,500,000.

Loan Support Funds

The Illinois EPA is currently utilizing the loan support funds to provide Unsewered Community Planning Grants program. The Unsewered Community Planning Grants program has offered \$1,000,000, which will assist small and disadvantaged communities in developing a project plan that identifies a solution to wastewater collection and

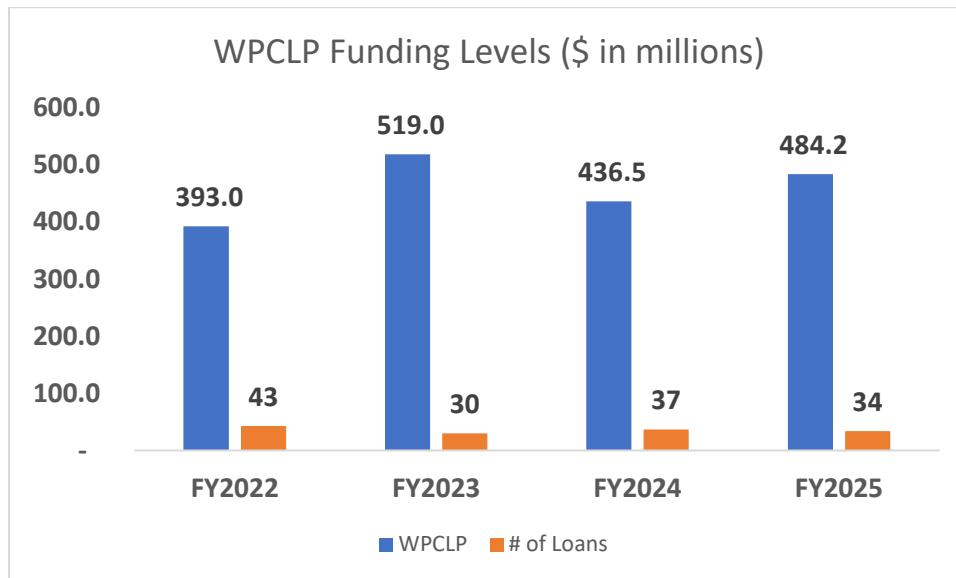
treatment needs. The Notice of Funding Opportunity (NOFO) has been published in the Amplifund system and the Agency is currently accepting applications. The Agency is making this an open-ended application round until all funds are expended, therefore, there is no application deadline.

Illinois EPA also transferred \$50,000,000 of the WPCLP loan support funds into the PWSLP loan support fund and then to the regular PWSLP loan program on July 1, 2024. The \$50,000,000 transferred was used to fund projects on the PWSLP Intended Funding List in SFY2025.

SFY2025 Funding Levels

During the reporting period, the Illinois EPA executed 34 new loans (binding commitments) totaling \$484,192,988 and 24 loan amendments totaling (\$12,178,760) for \$472,014,228 in net funds committed. The executed loans in SFY2025 represent a 11% increase year over year. These loans and amendments are detailed within Attachment A.

The graph below shows the WPCLP funding levels, and the number of WPC loans executed from the past five fiscal years:



III. Conditions of the Capitalization Grant Agreement

The Illinois EPA has agreed to administer the WPCLP in accordance with their Operating Agreement with the U.S. EPA, all conditions related to receipt of the capitalization grant agreement awarded by the U.S. EPA, and with the components of the grant application, which includes the Intended Use Plan (IUP). The Illinois EPA has maintained compliance with all cash draw rules, including separation of cash draws by the WPCLP from other U.S. EPA funded programs. Cash draw projections have been reviewed and revised by the Illinois EPA based on the availability of funds.

A. Goals and objectives

1. Short Term Goals

- a. As a result of the federal Infrastructure Investment and Jobs Act, commonly referred to as the Bipartisan Infrastructure Law (BIL), Illinois EPA applied for the third of five federal “BIL supplemental CWSRF” capitalization grants. The third BIL supplemental CWSRF grant of \$102,852,000 was applied for in conjunction with the “base CWSRF” capitalization grant and the funds were included to increase the capacity of the Water Pollution Control Loan Program in SFY2025.
- b. As a result of BIL, Illinois EPA received an additional \$9,617,000 in BIL CWSRF emerging contaminant funding to assist eligible applicants with addressing emerging contaminants in SFY2025. It should be noted that the IEPA decided to transfer the CWSRF EC funds to DWSRF EC since there are no CWSRF EC projects currently.
- c. Provide funding to as many eligible projects as possible, to the extent that the requirements for obtaining funding are satisfied and funds are available.
Illinois EPA entered 34 new loans (binding commitments) totaling \$484,192,988 and 24 loan amendments totaling (\$12,178,760) for \$472,014,228 in net funds committed.
- d. Focus financial assistance for projects necessary to achieve or maintain compliance with State and federal regulations.
The Illinois EPA continues to focus on projects necessary to achieve or maintain compliance with applicable federal and state regulations and will continue to review procedures with a focus towards funding such projects.
- e. Continue to provide support for projects, or project components, focused on “green infrastructure, water or energy efficiency improvements or other environmentally innovative activities”.
The Illinois EPA continues to support projects and project components focused on “green infrastructure, water or energy efficiency improvements or other environmentally innovative activities”.
- f. Manage a program that provides applicants with a streamlined approach to financing treatment works projects and other projects eligible for funding.
The Illinois EPA is continuing efforts to improve program operations using best management practices in the administration of the program. The Illinois EPA is following the

Administrative Loan rules for both Wastewater and Drinking Water loan programs to issue funding.

g. Provide continuous improvement to both the short and long-term planning efforts to ensure the financial strength and stability of the loan programs are maintained.

The Illinois EPA continues to explore best practices which will contribute to the growth and stability of the Water Revolving Fund (the Fund) by consulting with financial advisors and industry professionals to examine interest rate setting, leveraging capacity and overall financial management of the program.

In partnership with Northbridge, the Illinois EPA has developed a new Cash Flow Model for all the grants received in the SRF program. The newly updated cash flow model will highlight the financial health of the program and help management determine if additional funding is needed to meet the demand in Illinois.

i.) Analyze the methodology used for the establishment of loan program interest rates and initiate a rule modification to establish a new basis for determining interest rates to strengthen the long-term viability of the loan program and ensure a stable and perpetual financing source.

The Illinois EPA has reached out to loan program stakeholders concerning modification to the loan program's interest rates and will continue to be in consultation with them to develop a new methodology for the establishment of loan program interest rates to strengthen the long-term viability of the loan program.

The Illinois EPA regularly holds talks with group such as Illinois Association of Wastewater Agencies (IAWA) regarding interest rates and leveraging. There is a lot of interest in Illinois on SRF interest rates, so it is not uncommon to hold these talks on a regular basis.

2. Long Term Goals

a. Assist a broad range of water quality improvement actions that help fulfill the objectives of the Clean Water Act (CWA)

As detailed in Attachment A, the Illinois EPA has established a program which consistently provides financial assistance to all types of eligible projects under the WPCLP. Illinois has made statutory changes to expand eligibilities in conjunction with the expansion of eligibilities under federal law.

- b. Facilitate the development and implementation of technically appropriate and financially sustainable projects by small communities.
The Illinois EPA has implemented interest rate reductions and principal forgiveness parameters directed at small and poor communities to assist with the challenges faced by these communities to implement both technically appropriate and financially sustainable projects into the future.
- c. Target assistance to small and disadvantaged communities to reduce the financial impact of capital improvements projects on the users of smaller systems and systems serving less affluent populations.
As demonstrated by the new interest rate tiers, and the focus of additional subsidization towards disadvantaged communities, the Illinois EPA will continue to focus strategies towards providing advantageous financing opportunities to small and economically challenged communities.
- d. Continue to proactively develop assistance opportunities to encourage implementation of priority water quality improvement projects and Agency priorities.
The Illinois EPA Bureau of Water staff regularly discuss issues and share ideas regarding opportunities for the loan program to provide funding assistance for projects that will provide water quality improvements as well as meeting the priorities of the Agency.
- e. Manage the Fund to ensure appropriate levels of financing and adequate funds to administer the program are available.
The Illinois EPA continues to explore best practices which will contribute to the growth and stability of the Fund. The Illinois EPA has been working with financial advisors to calculate the leveraging capacity of the SRF loan programs, the immediate need for bond proceeds, and future average annual funding levels the WPCLP can provide while meeting its perpetuity requirements. The Illinois EPA has also worked with Northbridge to create their own forecasting model for the program. The Agency has a designated person who is responsible for running this model and providing analysis on the findings. The Illinois EPA has increased outreach efforts to make more communities aware of the funding available and is working to streamline application materials to make the process of obtaining funding as efficient as possible.

- f. Continue to assist in the development and implementation of innovative and non-traditional projects that benefit water quality resources.
The Illinois EPA continues to explore new ideas and practices that will contribute to continued growth in the number and types of projects considered by the WPCLP. Illinois EPA has made statutory changes to expand eligibilities to mirror the expansion of eligibilities under federal law.
- g. Encourage the consolidation and/or regionalization of wastewater collection and treatment systems so these systems may take advantage of economies of scale and the most cost-effective solutions to wastewater collection and treatment.
The Illinois EPA continues to explore ideas and solutions that will encourage consolidation and/or regionalization of wastewater collection and treatment systems. Regionalization has been included as an activity that gives additional points to project applications as part of the project prioritization scoring system. Consolidation and/or regionalization is also encouraged in the new Unsewered Communities Construction and Planning Grant Programs which was announced in SFY2023. Applications for both grant programs were accepted during SFY2025.
- h. To maintain the integrity of the Water Revolving Fund by providing a stable and perpetual financing source to eligible loan applicants for treatment works and other eligible projects within the State, and to commit all available loan resources to those loan applicants.
The Illinois EPA has established a revolving loan program, the WPCLP, which will operate in perpetuity for the benefit of eligible loan applicants in Illinois. The Water Revolving Fund remains healthy, with a AAA Bond Rating.

B. Green Project Reserve (GPR) Requirement

As required by the FFY2024 capitalization grant agreement; the Illinois EPA has utilized not less than 10% of capitalization funds provided to furnish continued support for projects or project components focused on “green infrastructure, water or energy efficiency improvements or other environmentally innovative activities”. GPR commitments assigned to the FFY2024 capitalization grant agreement were for projects that met the definitions developed under guidance provided by the USEPA which were funded by the WPCLP during FFY2024. The final (total) GPR commitment assigned to the FFY2024 capitalization grant is \$139,774,000 which is above the \$13,977,400 required by the SFY2025 capitalization grant agreement (Base + BIL Supplemental Grants). For more information please click on the “CWSRF Green Project Reserve List SFY2025” link on the State Revolving Fund Postings page on the Agency website at:

State Revolving Fund Postings

Loan	Project		GPR	Date Loan
Recipient	Funding	Project Description	Category	Executed
Carterville	\$ 29,423,462	New WTP w/receiving from other communities	Green Infrastructure; Energy Efficiency; Environmentally Innovative	6/30/2025
Dixon	\$ 21,128,075	WWTP Upgrades for Phosphorous Removal	Energy Efficiency; Environmentally Innovative	6/23/2025
City of Peoria	\$ 12,067,519	Long Term Control Plan (runoff)	Green Infrastructure	6/5/2025
Sangamon County WRD	\$ 3,830,285	Long Term Control Plan Collection System Upgrades for Wetland Mitigation	Energy Efficiency; Water Efficiency; Environmentally Innovative	6/28/2024
Strasburg	\$ 13,942,062	WWTP Improvements/NPDES Elimination	Green Infrastructure; Energy Efficiency; Water Efficiency	5/17/2023
Urbana Champaign SD	\$ 43,084,944	WWTP Upgrades with Biogass	Green Infrastructure; Energy Efficiency; Environmentally Innovative	12/11/2024
Wonder Lake	\$ 10,236,655	Unsewered infrastructure; decentralization	Green Infrastructure; Water Efficiency; Environmentally Innovative	6/12/2025
Total	\$ 133,713,002			

C. Additional Subsidy Requirement

The WPCLP can offer a reduction to the amount of principal that an applicant would otherwise need to repay for its project. This reduction is called “principal forgiveness,” per federal statute. Although the name is different, in practical application, principal forgiveness functions much like a grant i.e., the eligible

capital costs of the project are reduced by the principal forgiveness amount, thereby eliminating a portion of the principal (and interest) that the borrower must repay.

Section 603(i) of the Clean Water Act requires states to provide a minimum of 10% (\$3,692,200) and a maximum of 30% (\$11,076,600) of its annual available FFY25 Capitalization Grant funds (\$33,926,000) to provide subsidization, in the form of principal forgiveness, for loan recipients which meet the affordability criteria established by the State. In addition to the “base CWSRF” capitalization grant, the Agency also received a “supplemental CWSRF” FFY25 capitalization grant in the amount of \$102,852,000 and 49% of this grant, or \$50,397,480, must be provided as subsidization, in the form of principal forgiveness. In addition, there is principal forgiveness from FY2024 that was carried over to FY2025 in the amount of \$16,497,830. The WPCLP provided \$72,295,833 in principal forgiveness in FY2025 for loan recipients which met the affordability criteria established by the State. This “affordability criteria” principal forgiveness provided via assistance awards followed the terms outlined in Appendix C, but in accordance with Section 365.250(c) of the Loan Rules.

As projects on the Intended Funding List that qualified for principal forgiveness are bypassed, those funds will be made available, with priority given to the project with the higher loan priority score, to the next applicant which qualifies for a Letter of Commitment in accordance with Section 365.355 of the Loan Rules, excluding Section 365.355(a)(2).

In addition to the subsidization required to be provided by the Clean Water Act, the federal Capitalization Grant because of the annual appropriations act requires that 10% (\$3,692,200) of the available funds may be used to provide additional subsidization for eligible loan recipients in the form of principal forgiveness (“appropriation” principal forgiveness). Use of these funds and eligibility is determined by each state. The Illinois EPA divided a portion of the “appropriation” principal forgiveness into two segments, making \$1,846,100 available for Wastewater Treatment Facility Consolidation principal forgiveness, and \$1,846,100 available for Wastewater Treatment Facility Compliance Solution principal forgiveness as described below.

Wastewater Treatment Facility Consolidation Principal Forgiveness – Illinois EPA made \$1,846,100 in principal forgiveness available for loan applicants who own and operate a wastewater treatment facility whose project would result in the consolidation of two or more wastewater treatment facilities. The funded project must result in the elimination of one or more NPDES Permit(s) for a wastewater treatment facility meeting the following requirements:

- 1) The wastewater treatment facility being eliminated has an NPDES Permit Design Average flow of less than one-million gallons per day.
- 2) The wastewater treatment facility is in a community with an MHI less than the Illinois state-wide MHI of \$78,433 according to the American Community Survey 5-year estimate.

Illinois EPA made \$1,846,100 in principal forgiveness available for these projects in FY2025. Applicants were scored and ranked for priority in accordance with 35 Ill. Adm. Code 365.345. No applicant could receive more than \$923,050 in Wastewater

Treatment Facility Compliance assistance principal forgiveness in FY2025.

If wastewater treatment facility consolidation principal forgiveness funding is not expended, it may be used to provide affordability criteria principal forgiveness or the Wastewater Facility Compliance Solution Principal Forgiveness. Loan recipients may receive both affordability principal forgiveness and wastewater treatment facility consolidation compliance assistance principal forgiveness. When applicable, Illinois EPA will first apply the affordability criteria principal forgiveness to a project, up to the maximum amount allowed, and then apply the wastewater treatment facility consolidation principal forgiveness, up to the maximum amount.

Wastewater Treatment Facility Compliance Solution Principal Forgiveness – Illinois EPA made \$1,846,100 in principal forgiveness available for public loan applicants who own and operate a wastewater treatment facility whose project would result in the treatment facility coming into compliance with their NPDES Permit conditions. The funded project must occur at a wastewater treatment facility meeting the following requirements:

- 1) The Wastewater Treatment Facility has a history of long-term significant non-compliance (> 6 quarters of last 12 quarters) with its NPDES Permit effluent limits.
- 2) The Wastewater Treatment Facility has an NPDES Permit Design Average Flow of less than one-million gallons per day.
- 3) The Wastewater Treatment Facility is in a community with an MHI less than the Illinois state-wide MHI of \$78,433 according to the Census Bureau website.

Illinois EPA made \$1,846,100 in principal forgiveness available for these projects in FY2025. Applicants were scored and ranked for priority in accordance with 35 Ill. Adm. Code 365.345. No applicant could receive more than \$923,050 in Wastewater Treatment Compliance Solution principal forgiveness in FY2025.

If Wastewater Treatment Facility Compliance Solution principal forgiveness funding is not expended, it may be used to provide affordability criteria principal forgiveness or the Wastewater Facility Consolidation Principal Forgiveness. Loan recipients may receive both affordability criteria principal forgiveness and wastewater treatment facility compliance solution principal forgiveness. When applicable, Illinois EPA will first apply the affordability criteria principal forgiveness to a project, up to the maximum amount allowed, and then apply the wastewater treatment facility compliance solution principal forgiveness, up to the maximum amount.

The unused dollars from the Consolidation and Compliance Solution Principal Forgiveness will be put back into the affordability criteria Principal Forgiveness in FY2025.

D. Certifications

The Illinois EPA has also provided the necessary certification from the Illinois Attorney General, for each capitalization grant received, that the Illinois EPA can legally bind itself to the terms of the capitalization grant, and in accordance with

the Drug-Free Workplace Act of 1988, the Illinois EPA has instituted a Drug-Free Workplace Policy. This policy encourages any Illinois EPA employee with a potential drug or alcohol problem to use the State Employee Assistance Program. Also, by accepting the most recent capitalization grant, the Illinois EPA has certified again that it will comply with the requirements of the Anti-Lobbying Act. The Illinois EPA has taken affirmative steps to meet the requirements of the Federal Funding Transparency and Accountability Act of 2006 (FFATA) and is operating the WPCLP in compliance with all FFATA reporting requirements. And finally, the Illinois EPA certifies that all assistance made available under the WPCLP was provided under terms and conditions requiring compliance with the Davis-Bacon Wage Act as specified in the appropriations for the Clean Water SRF. In short, the Illinois EPA has established a program which will lead to adherence to all objectives and conditions of each capitalization grant received.

IV. Program Funding

A. Source of Funds

1. Capitalization Grants

The U.S. EPA awarded the FFY 2023 Base capitalization grant to Illinois EPA on September 08, 2024, in the amount of \$36,922,000.

The U.S. EPA awarded the BIL- Supplemental FFY24 grant to the Illinois EPA on September 19, 2024, in the amount of \$102,852,000.

The U.S. EPA awarded the BIL- CWSRF Emerging Contaminant grant to the Illinois EPA on September 04, 2024, in the amount of \$0 as all the proceeds were transferred to DWSRF Emerging Contaminants.

2. State Matching Funds

The State of Illinois provided \$27,954,800 in total CWSRF State Match. The Wastewater State Match covered both Base capitalization grant (\$7,384,400) and the Bipartisan Infrastructure Law (BIL) Supplemental grant (\$20,570,400). The state match requirement for the Base capitalization grant is 20% and 20% for the BIL Supplemental grant.

State match is provided through appropriations from the Anti-Pollution Bond Fund or the General Revenue Fund during the budget process in the Illinois General Assembly. Once those appropriations are authorized for use, the IEPA works with the Governor's Office to draw those funds into the Water Revolving Fund as useable funds for loans. The Funds are allocated within the State Revolving Fund as State Match and loan disbursements are applied to that funding detail named State Match.

3. Repayment Funds

The Illinois EPA will commit all loan repayment funds and fund equity resources to the WPCLP for binding commitments. In FY2025, the Illinois EPA received \$300,719,855 in repayment funds.

4. Leveraging

In SFY2025, the program issued \$437,500,000 in Clean Water Leveraged Bonds. After adding the premium of \$220,500,000 and subtracting costs of issuance, the realized proceeds of \$658,000,000 are for use in the loan program. The supplemental funding from BIL has allowed the loan program to delay the need for leveraging currently. The Agency continues to monitor the need for a potential future leveraging exercise by running internal cash flow models. No leveraging took place in the SFY2025.

B. Binding Commitments

Illinois EPA entered 34 new loans (binding commitments) totaling \$484,192,988 and 24 loan amendments totaling (\$12,178,760) for \$472,014,228 in net funds committed.

C. Disbursements

Disbursements made to loan recipients during this reporting period amounted to \$466,576,834. Source of funds was as follow: 25% from leveraged bonds, 6% from state match, 48% from repayment funds and 20% from federal funding source.

For this entire reporting period, the Illinois EPA utilized a cash draw methodology of matching the federal grant at 100% prior to drawing any federal funds. Once the state match requirement has been met, Illinois EPA draws at a ratio of 100% federal funds until the grant is exhausted. Illinois EPA will continue to expend administrative costs from fund equity and use 100% of the grant to disburse to loan recipients.

D. Fiscal Status of the WPCLP

An analysis in this area requires a direct comparison of financial data including revenues, expenditures, WPCLP sources and uses, and WPCLP balance (see Attachment B, Financial Statements). The Illinois EPA has established operating procedures and management tools which it believes will assure program operation in perpetuity.

V. Program Requirements

A. Financial Reports

The Illinois EPA has submitted the Federal Cash Transaction Report (FCTR) on a quarterly basis and the Financial Status Report (FSR) on an annual basis.

B. MBE/WBE Reporting

The Illinois EPA has submitted a completed “MBE/WBE Utilization Under Federal Grants, Cooperative Agreements and Interagency Agreements” report (EPA Form 5700-52A) on an annual basis.

C. Single Audit Act

The Illinois EPA has complied with the requirements of the Single Audit Act historically. In SFY2025, a Statewide Single Audit has not been performed on the State of Illinois so far. The agency has submitted all the data that was requested but it is yet to be determined if the agency will meet the current year threshold.

D. Generally Accepted Auditing Standards and Accounting Principles

The Illinois EPA has complied with Generally Accepted Government Auditing Standards (GAGAS) and all loan recipients are encouraged to comply with Generally Accepted Accounting Principles (GAAP).

E. Federal Requirements

The Illinois EPA has fulfilled all applicable federal requirements required by the CWA including.

- 1) Assurances and certifications provided in the IUP have been met.
- 2) Environmental reviews have been done in accordance with federal and State law.
- 3) Made binding commitments to provide assistance equal to more than the required 120% of the amount of each grant payment within one year after receiving the grant payment.
- 4) All funds have been expended in an expeditious and timely manner; and
- 5) Beginning January 17, 2014, implemented the “American Iron and Steel” requirement as described in the Consolidated Appropriation Act of 2014.

Attachment A- List of Loan Awards
Attachment B- WPCLP Financial Statements

CWSRF - Loan Awards and Amendments

7/1/2024 through 6/30/2025

Project Number	Party	County	Population	Agreement Date	Ceiling Amount	Forgiveness Amount*	Description	Bypass Funded
New Assistance								
L176936	Apple River	Jo Daviess	356	6/30/2025	1,852,701.57	833,715.71	WWTP Lagoon Improvements	
L173544	Atwood	Piatt	1,191	11/26/2024	1,910,258.53	567,077.56	Wastewater Treatment Plant Improvements	
L173960	Cambridge	Henry	2,113	6/30/2025	5,500,000.00	825,000.00	Sewer Treatment Plant Improvements	
L174635	Canton	Fulton	13,720	6/30/2025	49,710,990.00	4,800,000.00	West STP Rehab	
L176367	Carmi	White	4,811	6/5/2025	525,718.53	236,573.34	STP Improvements	Yes
L176071	Carterville	Williamson	5,818	6/30/2025	29,423,462.00	8,800,000.00	New Sewage Treatment Facility	
L176585	Clearview Sanitary District	McLean	100	6/30/2025	514,710.65	514,710.65	Sewer/Manhole Lining & Lagoon Rehab	
L176807	Decatur	Macon	73,254	3/20/2025	10,369,266.15	3,110,779.84	Storm Sewer and CS Separation	
L176295	Dixon	Lee	15,165	6/24/2025	21,128,075.00	6,338,422.50	WWTP Upgrades - Phosphorus Removal	
L176029	East Cape Girardeau	Alexander	331	1/16/2025	139,194.71	83,516.83	Lift Station Improvements & Lagoon Rehabilitation	Yes
L177079	East Dubuque	Jo Daviess	1,658	5/21/2025	564,898.15	169,469.45	Oxford Street Sewer Improvements	
L176576	Four Rivers Sanitation Authority	Winnebago	290,000	2/3/2025	26,467,668.00	0.00	Phase 2 Aeration Basin Mods (Facility Plant Component #2)	
L175847	Galesburg S.D.	Knox	31,210	4/24/2025	59,384,500.00	4,800,000.00	WWTP Improvements	
L174441	Lena	Stephenson	2,800	5/28/2025	2,692,745.70	807,823.71	Sewer Lining	
L176939	Lost Lake Utility District	Ogle	800	6/16/2025	871,390.00	130,708.50	WWTP Improvements	
L172456	Maryville	Madison	7,902	1/16/2025	2,014,668.46	0.00	Parallel Interceptor Sewer	Yes
L176118	Mendota	LaSalle	7,204	2/11/2025	8,250,010.00	2,475,003.00	Phase 1 WWTP Improvements - SCADA & Headworks	
L172745	Metropolitan Water Reclamation District of Greater Chicago	Cook	5,260,069	12/30/2024	55,358,345.27	0.00	Stickney - Battery A Improvements and Battery B installation of mechanical mixers	
L176201	Metropolitan Water Reclamation District of Greater Chicago	Cook	5,260,069	4/10/2025	13,067,832.48	0.00	Chemical Phosphorus Removal at O'Brien WRP, 20-087-3P	Yes
L174496	North Shore Water Reclamation District	Lake	308,806	6/30/2025	20,799,824.12	0.00	UV Disinfection and Effluent Flow Metering at Gurnee, Waukegan, and Clavey Rd WRFs	Yes
L173678	Oglesby	LaSalle	3,647	6/20/2025	26,793,918.53	4,800,000.00	New Wastewater Treatment Plant	
L176110	Pana	Christian	5,607	2/18/2025	19,923,251.00	4,800,000.00	New Wastewater Treatment Process including Phosphorus Removal	
L172287	Paris	Edgar	8,432	5/15/2025	6,772,157.92	2,031,647.38	STP Upgrade with UV	
L175402	Pekin	Tazewell	32,255	3/6/2025	21,750,322.55	3,262,548.38	Phase 3B and 3C CSO Improvements	
L175913	Peoria	Peoria	115,070	6/10/2025	12,067,518.93	0.00	CSO Improvements Phase (Green Infrastructure)	
L176143	Princeville	Peoria	1,726	6/30/2025	6,000,000.00	900,000.00	New LS, FM, Stormwater Retention Ponds & Improvements at NE WWTP	
L176358	Roselle	DuPage	22,656	6/5/2025	12,858,740.00	0.00	Botteman STP - Biological Phosphorus Removal	
L176007	Shelbyville	Shelby	4,599	6/30/2025	3,966,790.49	1,190,037.14	Systemwide Improvements including New Interceptor, New Pump Station, and CS Outfall Rehab	
L176740	Strasburg	Shelby	447	12/30/2024	2,302,188.75	2,302,188.75	Lagoon Upgrades and New Lift Station and Forcemain	
L173670	Tamms	Alexander	550	6/30/2025	247,693.84	148,616.30	Lagoon and Collection System Improvements	
L174392	Urbana and Champaign Sanitary District	Champaign	133,881	12/12/2024	43,084,944.00	0.00	General Upgrades @ SW STP	
L174345	Warren	Jo Daviess	1,300	6/16/2025	6,251,227.88	937,684.18	Phase I - Sewer Lining and Lift Stations	
L176041	Wilmette	Cook	27,413	6/27/2025	1,391,319.26	0.00	Sewer Lining Program 2024	Yes
L174024	Wonder Lake	McHenry	3,929	6/16/2025	10,236,655.31	1,535,498.30	Extension to Unsewered Hancock Drive Business District	
Total for New Assistance: (34 Agreements)					484,192,987.78	56,401,021.52		

Illinois Environmental Protection Agency
 Schedule of Net Position - Drinking Water
 June 30, 2025

Assets and Deferred Outflows of Resources

Cash & Cash Equivalents	
Cash - State Treasurer - Fund 270	\$ 191,714,648.49
Cash & Equivalents - Trustee	2,744,840.66
Cash & Equivalents - Trustee - Restricted	142,367,288.01
Receivables	
Loans Receivable	1,709,487,322.29
Interest Receivable	8,559,521.76
Loan Support Receivable	7,982,581.34
Other	
Investments - Restricted	<u>9,415,180.51</u>
	Total Assets
	2,072,271,383.06
Deferred Outflows of Resources - Deferred Amount on Bond Refunding	<u>-</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 2,072,271,383.06</u>

Liabilities, Deferred Inflows of Resources and Net Position

Bonds Payable	
Bonds Payable - Current	\$ 37,000,000.00
Bonds Payable - Non Current	531,665,000.00
Unamortized Bond Premiums (Discounts) - Current	5,762,639.44
Unamortized Bond Premiums (Discounts) - Non Current	51,888,033.56
Interest Payable on Bonds	<u>10,937,180.25</u>
	Total Liabilities
	637,252,853.25
Deferred Inflows of Resources - Deferred Amount on Bond Refunding	<u>7,407,614.26</u>
Total Liabilities and Deferred Inflows of Resources	644,660,467.51
Net Position	
Restricted:	
USEPA Capitalization Grants	237,068,508.67
USEPA Capitalization Grants - ARRA	39,579,569.00
Loan Program Equity from Loan Support	5,700,000.00
State Match	163,963,099.94
Debt Service	76,771,825.89
IIJA Supplemental	81,191,470.84
Emerging Contaminant	-
Lead Service Line	3,330,480.26
Unrestricted	<u>820,005,960.95</u>
	Total Net Position
	<u>1,427,610,915.55</u>
Total Liabilities, Deferred Inflows of Resources and Net Position	<u>\$ 2,072,271,383.06</u>

Illinois Environmental Protection Agency
Income and Expense Schedule - Drinking Water
Period Ended June 30, 2025

	Current Month	Fiscal Year-to-Date
Operating Revenues		
Miscellaneous Revenue - DW	\$ 21,489.17	\$ 21,643.74
Total Interest Earned	1,536,672.80	14,620,644.66
Loan Support Billed	<u>1,337,905.79</u>	<u>12,371,358.54</u>
 Total Operating Revenues	 2,896,067.76	 27,013,646.94
Operating Expenses		
Administrative Expense - Payroll	46,502.13	1,641,045.84
Administrative Expense - Miscellaneous	-	4,043.84
Loan Support Expense - Payroll	391,324.37	8,139,208.42
Loan Support Expense - Miscellaneous	104,319.14	4,563,200.81
Tech Assistance for Small Systems	-	150,000.00
Principal Forgiveness	<u>13,470,885.80</u>	<u>70,457,055.70</u>
 Total Operating Expenses	 14,013,031.44	 84,954,554.61
 Total Operating Income (Loss)	 (11,116,963.68)	 (57,940,907.67)
Non-Operating Revenues		
Interest on Cash - State Treasury	661,868.08	9,274,547.13
Interest on Trustee Funds	735,647.45	3,829,573.43
Gain(Loss) on Investment Sales	12,623.69	48,192.82
Drawdowns - Loans	-	13,377,280.00
Drawdowns - IIJA - DW	4,877,973.36	49,713,523.31
Drawdowns - EC - DW	2,235,822.80	(12,664,349.27)
Drawdowns - LSR - DW	4,415,581.44	68,736,245.22
Drawdowns - LSR Set Aside - DW	60,000.00	1,364,562.06
Drawdowns - IIJA Administrative	-	1,540,939.86
Drawdowns - Source Water Assessment	<u>-</u>	<u>50,000.00</u>
 Total Non-Operating Revenues	 12,999,516.82	 135,270,514.56
Non Operating Expenses		
Bond Interest Expense	(466,933.35)	15,183,508.03
Trustee Expense	-	184,205.13
Investment Fee	-	61,761.33
Arbitrage Expense - DW	-	44,000.00
Bond Issuance Costs	<u>-</u>	<u>2,773,250.10</u>
 Total Non-Operating Expenses	 (466,933.35)	 18,246,724.59
 Total Non-Operating Income (Loss)	 13,466,450.17	 117,023,789.97
 Net Income (Loss)	 2,349,486.49	 59,082,882.30
 Transferred into State Match from Loan Support	 -	 25,400,000.00
Transfer Between Loan Programs	-	50,000,000.00
 Net Position, Beginning of Period	 1,399,861,429.06	 1,293,128,033.25
 Net Position, End of Period	 <u>\$ 1,402,210,915.55</u>	 <u>\$ 1,427,610,915.55</u>

Illinois Environmental Protection Agency
 Cash Flow Schedule - Drinking Water
 Fiscal Year-to-Date for Period Ended June 30, 2025

CASH FLOWS FROM OPERATING ACTIVITIES

Cash Receipts from Interest on Program Loans	\$ 11,849,737.31
Cash Receipts from Loan Support on Program Loans	11,849,731.75
Cash receipts from miscellaneous sources	21,643.74
Cash Payments for Miscellaneous Services	(4,717,244.65)
Cash Payments to Employees for Services	(9,780,254.26)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	9,223,613.89

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

Grants Received (LOC Drawdowns)	13,377,280.00
Grants Received (IIJA Drawdowns)	49,713,523.31
Grants Received (IIJA Admin Drawdowns)	1,540,939.86
Grants Received (IEC Drawdowns)	(12,664,349.27)
Grants Received (LSR Drawdowns)	68,736,245.22
Grants Received (LSR Set Aside Drawdowns)	1,364,562.06
Transfers from other funds: State Match DW	25,400,000.00
Bond Principal Payments	(37,590,000.00)
Interest Paid on Bonds	(24,170,802.00)
Proceeds from borrowing, net of underwriter's discount and refunding borrowings	107,526,349.06
Payments to Trustee for Future Bond Debt Service Maturities	-
Other Bond Issuance Costs	(426,780.58)
Transfer from WW Loan Program to DW Loan Program	50,000,000.00
NET CASH PROVIDED (USED) BY NON-CAPITAL FINANCING ACTIVITIES	242,856,967.66

CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of Investments	(299,525,377.04)
Program Loans - Disbursements	(308,152,431.20)
Program Loans - Principal Repaid	101,775,091.66
Proceeds from Sale and Maturities of Investments	322,736,529.62
Cash Receipts from Interest on Funds with the State Treasurer	9,274,547.13
Interest on Investments (Trustee)	3,829,573.43
Trustee Expense	(184,205.13)
Investment Fee	(61,761.33)
Arbitrage Payments for 2002/2004 bonds	(44,000.00)
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	(170,352,032.86)

NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS

CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	255,098,228.47
CASH AND CASH EQUIVALENTS AT END OF PERIOD	\$ 336,826,777.16

RECONCILIATION OF NET INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

Income(Loss) from Operations	\$ (57,940,907.67)
Adjustments to Reconcile Income from Operations to Net Cash Provided by Operating Activities:	
Principal Forgiveness	70,457,055.70
(Increase) Decrease in Assets:	
(Increase) Decrease in Loans Receivable	(3,180,281.85)
(Increase) Decrease in Interest Receivable	(112,252.29)
NET CASH PROVIDED BY OPERATING ACTIVITIES	\$ 9,223,613.89

Illinois Environmental Protection Agency
 Line of Credit, State Match and Bond Premium Activity - Drinking Water
 Period Ended June 30, 2025

Total Federal LOC	\$ 916,603,528.00
Less:	
Drawdowns - Loans	590,936,004.54
Drawdowns - Administrative	35,789,824.56
Drawdowns - SWA & Wellhead Protection	4,441,625.00
Total Remaining LOC	<u><u>\$ 285,436,073.90</u></u>
Total Federal LOC - IIJA	\$ 201,533,000.00
Less:	
Drawdowns - Loans	179,849,356.32
Drawdowns - Admin	1,540,939.86
Total Remaining LOC	<u><u>\$ 20,142,703.82</u></u>
Total Federal LOC - Emerging Contaminant	\$ 65,733,000.00
Less:	
Drawdowns - Loans	8,952,205.73
Total Remaining LOC	<u><u>\$ 56,780,794.27</u></u>
Total Federal LOC - Lead Service Line Replacement	\$ 346,709,000.00
Less:	
Drawdowns - Loans	48,135,244.00
Drawdowns - 10% Set Aside	6,165,587.11
Total Remaining LOC	<u><u>\$ 292,408,168.89</u></u>
Total Federal LOC - ARRA Loans	\$ 79,538,000.00
Less:	
Drawdowns - Loans - ARRA Loans	79,538,000.00
Total Remaining LOC - ARRA Loans	<u><u>\$ -</u></u>
Total State LOC	\$ 180,479,780.00
Less:	
Deposits	111,432,341.16
Transfers from Loan Support to State Match	35,767,558.78
Bond Proceed Deposit	16,763,200.00
Total Remaining State LOC	<u><u>\$ 16,516,680.06</u></u>
Balance placed in State Match Trust account	\$ 20,308,800.00
Less:	
Transfers to Treasury	20,308,800.00
Amount needing transferred to Treasury	-
Balance available for transfer to the treasury in the trustee state match account	<u><u>\$ -</u></u>
2016 Bond Sale	\$ 202,500,000.00
Plus:	
Premium	37,264,853.30
Less:	
Refunding	(95,407,213.65)
Total Proceeds	<u><u>\$ 144,357,639.65</u></u>
2017 Bond Sale	\$ 211,975,000.00
Plus:	
Premium	39,206,894.15
Less:	
Refunding	(67,352,525.25)
Total Proceeds	<u><u>\$ 183,829,368.90</u></u>
2019 Bond Sale	\$ 234,620,000.00
Plus:	
Premium	44,790,427.85
Total Proceeds	<u><u>\$ 279,410,427.85</u></u>
2020 Bond Sale	\$ 50,000,000.00
Plus:	
Premium	12,800,170.00
Total Proceeds	<u><u>\$ 62,800,170.00</u></u>

Illinois Environmental Protection Agency
 Status Report - Drinking Water
 June 30, 2025

	Fiscal Year-To-Date	Inception to Date
LOAN AWARDS:		
Total Loans Offered	\$ 193,600,430.34	\$ 3,442,066,813.06
Less: Disbursements (Loans)	308,152,431.20	3,157,473,157.48
Balance of Loans Outstanding	<u><u>\$ (114,552,000.86)</u></u>	<u><u>\$ 284,593,655.58</u></u>
DWLP STATUS:		
State Match Deposits	\$ -	\$ 111,432,341.00
Transfers of Loan Support to State Match	-	17,908,959.00
Transfers from Other Funds: State Match DW	25,400,000.00	83,136,358.00
Transfers of WW Loan Support to State Match	-	17,858,600.00
Transfers of WW State Match to DW	-	-
Bond Sale	107,526,349.06	1,099,809,605.11
Funds transferred from WW to DW for the equity reserve - 2002	-	-
Letter of Credit Drawdowns - To Replace Fund Equity (Reserve)-2002	-	24,898,271.00
Letter of Credit Drawdowns - To Replace Fund Equity (Reserve)-2004	-	24,863,659.00
Letter of Credit Drawdowns - Loans	13,377,280.00	838,237,927.66
Letter of Credit Drawdowns - Private Loans	-	2,570,568.00
Letter of Credit Drawdowns - Adm. Costs	-	35,066,697.00
Letter of Credit Drawdowns - 15% Set-A-Side	-	4,001,314.00
Letter of Credit Drawdowns - 2% Set-A-Side	50,000.00	603,076.00
Drawdowns - IIJA Loans	49,713,523.31	252,307,507.96
Drawdowns - IIJA Admin	1,540,939.86	1,540,939.86
Drawdowns - EC Loans	(12,664,349.27)	(12,664,349.27)
Drawdowns - LSR Loans	68,736,245.22	68,736,245.22
Drawdowns - LSR 10% Set Aside Loans	1,364,562.06	1,364,562.06
Interest on Cash - State Treasurer (2)	9,274,547.13	41,247,298.89
Interest on Unpledged Repayments - Trustee	-	94,878.54
Interest on Trustee Funds at Debt Service Pay Dates - 2002 Bond Sale	-	9,012,612.80
Interest on Trustee Funds at Debt Service Pay Dates - 2004 Bond Sale	-	8,941,779.06
Interest on Trustee Funds at Debt Service Pay Dates - 2013 Bond Sale	3,829,573.43	27,721,312.25
Interest on Arbitrage Investments	-	106.00
Incorrect Transfer to State General Revenue Fund	-	-
In-Kind Grant Income	-	1,118,456.51
AIG Termination Fee	-	1,093,033.00
Miscellaneous Receipts	21,643.74	8,129.50
Repayments (Principal)	101,775,091.66	1,084,289,278.31
Repayments (Interest)	11,849,737.31	155,422,027.85
Repayments (Loan Support)	11,849,731.75	142,158,399.99
Sales of Investments	322,736,529.62	7,094,765,860.77
Due to WW	-	285,408.00
Duplicate Loan Repayments Due to Local Governments	-	26,900.64
Transfer of WW Loan Program funds to DW Loan Program	50,000,000.00	264,642,848.00
Gain on Sales of Investments (Return of Income) - 2004	-	673,953.00
Gain on Sales of Investments (Return of Income) - 2002	-	351,301.00
Reserve - Depledge for Series 2004 Bonds	-	25,000,000.00
Reserve - Depledge for Series 2002 Bonds	-	25,000,000.00
TOTAL CASH RECEIPTS	766,381,404.88	11,453,525,865.71
Less: Disbursements to Borrowers	308,152,431.20	3,157,473,155.94
Disbursements for Reserve - 2002 - Borrowed from WW	-	20,000,000.00
Disbursements - Reserve-2002	-	5,000,000.00
Disbursements - Reserve-2004	-	25,000,000.00
Disbursements - Adm. Expense	1,645,089.68	34,378,403.70
Disbursements - Source Water Prot. Areas	-	2,914,932.00
Disbursements - Wellhead Protection	-	947,873.00
Disbursements - Loan Support	12,702,409.23	78,775,898.86
Disbursements - Compliance Grants	-	1,898,117.00
System Set-A-Side	-	154,299.58
Tech Assistance for Small Systems	150,000.00	722,305.30
Transfers of Loan Support to State Match	-	17,908,959.00
Transfer of State Match from Trustee Accounts	-	41,527,141.00
Trustee Annual Fee - 2013 Bond Sale	184,205.13	760,823.99
Trustee Annual Fee - 2002 Bond Sale	-	65,063.00
Trustee Annual Fee - 2004 Bond Sale	-	31,875.00
IFA Management Fee	-	402,500.00
Investment Fee	61,761.33	656,611.88
Arbitrage Expense - 2002/2004 Bond Sale	44,000.00	1,859,999.16
Arbitrage Calculation Cost	-	5,800.00
Mandatory Transfer Out	-	521.00
Debt Service Payments on Bonds - 2002	-	56,036,190.00
Debt Service Payments on Bonds - 2004	-	45,505,833.00
Debt Service Payments on Bonds - 2013	61,760,802.00	480,826,620.43
Bond Defeasance	-	554,733.00
Payments to Trustee for Future Bond Debt Service Matures - 2002	-	14,217,573.00
Payments to Trustee for Future Bond Debt Service Matures - 2004	-	23,485,002.00
Purchases of Investments	299,525,377.04	7,103,371,240.84
Bond Issuance Costs	-	1,790,836.29
TOTAL CASH DISBURSEMENTS	684,226,075.61	11,116,272,307.97
NET CHANGE IN CASH BALANCE	\$ 82,155,329.27	\$ 337,253,557.74

Illinois Environmental Protection Agency
 Schedule of Assets and Liabilities - Loan Support
 June 30, 2025

	Drinking Water	Waste Water	Combined
Assets			
Cash & Receivables			
Cash - Loan Support	\$ 37,863,342.29	\$ 96,125,763.48	\$ 133,989,105.77
Loan Support Receivable	<u>7,982,581.34</u>	<u>15,652,925.98</u>	<u>23,635,507.32</u>
Total Assets	<u><u>\$ 45,845,923.63</u></u>	<u><u>\$ 111,778,689.46</u></u>	<u><u>\$ 157,624,613.09</u></u>
Net Position			
Loan Support Net Position	<u><u>\$ 45,845,923.63</u></u>	<u><u>\$ 111,778,689.46</u></u>	<u><u>\$ 157,624,613.09</u></u>
Total Net Position	<u><u>\$ 45,845,923.63</u></u>	<u><u>\$ 111,778,689.46</u></u>	<u><u>\$ 157,624,613.09</u></u>

