

STATE FISCAL YEAR 2024 (SFY24) CLEAN WATER BUDGET

Recommended by the Clean Water Board (12/7/2022), Recommended by the Governor (1/20/2023), and As Passed by the General Assembly (6/21/2023)

No.	Agency	Activity	SFY24 BASE FUNDS					SFY24 ONE-TIME FUNDS					Total As Passed SFY24	Total As Passed Compared to Board Recommended	
			Board Recommended Base Clean Water Fund	Governor Recommended Base Clean Water Fund	As Passed Base Clean Water Fund	Board Recommended Base Capital Bill	Governor Recommended Base Capital Bill	As Passed Base Capital Bill <sup>1</sup>	Subtotal As Passed Base Funds	Board Recommended One-Time Clean Water Fund	Governor Recommended One-Time Clean Water Fund	As Passed One-Time Clean Water Fund			American Rescue Plan Act (ARPA) <sup>2</sup> (No Change from Board Recommended)
<b>Clean Water Budget Statutory Priority Tier 1 (Items of Equal Priority)</b>															
1.1	ANR-DEC (CWIP)	Water Quality Restoration Formula Grants to Clean Water Service Providers & O&M	7,210,000	7,210,000	7,210,000			7,210,000	1,150,000	1,150,000	1,150,000		1,150,000	8,360,000	-
1.2	ANR-DEC (CWIP)	Basin Planning, Basin Water Quality Council Participation, Education, and Outreach	650,000	650,000	650,000			650,000						650,000	-
1.3	Water Quality Enhancement Grants														-
1.31	ANR-DEC (CWIP)	Statewide Non-regulatory Clean Water Projects	5,000,000	5,000,000	5,000,000			5,000,000						5,000,000	-
1.32	VHCB	Land Conservation and Water Quality Projects				2,000,000	2,000,000	2,000,000						2,000,000	-
1.4	AAFM	Water Quality Grants to Partners and Farmers	5,818,630	5,818,630	5,818,630	2,202,019	2,202,019	2,202,019	8,020,649			3,000,000	3,000,000	11,020,649	-
1.5	Agency and Partner Operating Support														-
1.51	AAFM	Program Support	866,250	866,250	866,250			866,250						866,250	-
1.52	ANR-DEC (CWIP)	Program and Partner Support	953,750	953,750	953,750			953,750	401,250	401,250	401,250		401,250	1,355,000	-
<b>Tier 1 SUBTOTAL</b>			<b>20,496,630</b>	<b>20,496,630</b>	<b>20,496,630</b>	<b>4,202,019</b>	<b>4,202,019</b>	<b>4,202,019</b>	<b>24,700,649</b>	<b>1,551,250</b>	<b>1,551,250</b>	<b>1,551,250</b>	<b>3,000,000</b>	<b>4,851,250</b>	<b>29,281,899</b>
<b>Tier 1 % of Total</b>			<b>79.7%</b>	<b>79.9%</b>	<b>79.6%</b>	<b>42.0%</b>	<b>71.4%</b>	<b>42.5%</b>	<b>69.3%</b>						<b>60.3%</b>
<b>Clean Water Budget Statutory Priority Tier 2 (Items of Equal Priority)</b>															
2.1	Outreach and Implementation of Forestry Acceptable Management Practices for Maintaining Water Quality														-
2.11	ANR-FPR	Forestry Water Quality Practices and Portable Skidder Bridges	110,000	50,000	143,613			143,613		503,613				\$0	143,613
2.12	ANR-FPR	Implement BMPs at State Forests, Parks, and Recreational Access Roads				550,000	550,000	550,000	550,000					550,000	33,613
2.2	Municipal Stormwater Implementation														-
2.21	VTrans	Municipal Roads Grants-in-Aid (MRGP)	3,000,000	3,000,000	3,000,000			3,000,000						3,000,000	-
2.22	VTrans	Municipal Better Roads (MRGP)	1,000,000	1,000,000	1,000,000			1,000,000						1,000,000	-
2.23	VTrans	Missisquoi Bay Federal Earmark (Non-Federal Match) <sup>3</sup>							1,000,000	1,000,000	1,000,000		1,000,000	1,000,000	-
2.24	ANR-DEC (CWIP)	Municipal Three-Acre General Permit and MS4	1,000,000	1,000,000	1,000,000			1,000,000				7,000,000	7,000,000	8,000,000	-
2.3	VHCB	Water Quality Farm Improvement and Retirement Projects				800,000	800,000	800,000	800,000					800,000	-
2.4	ANR-DEC (CWIP)	Innovative or Alternative Technologies or Practices to Improve Water Quality							200,000	200,000	200,000		200,000	200,000	-
<b>Tier 2 SUBTOTAL</b>			<b>5,110,000</b>	<b>5,050,000</b>	<b>5,143,613</b>	<b>1,350,000</b>	<b>1,350,000</b>	<b>1,350,000</b>	<b>6,493,613</b>	<b>1,200,000</b>	<b>1,293,613</b>	<b>1,200,000</b>	<b>7,000,000</b>	<b>8,200,000</b>	<b>14,693,613</b>
<b>Tier 2 % of Total</b>			<b>19.9%</b>	<b>19.7%</b>	<b>20.0%</b>	<b>13.6%</b>	<b>22.9%</b>	<b>13.7%</b>	<b>18.2%</b>						<b>30.3%</b>
<b>Clean Water Budget Statutory Priority Tier 3</b>															
3.1	ANR-DEC (WIFP)	Developed Lands Implementation Grants													-
<b>Tier 3 SUBTOTAL</b>															-
<b>Tier 3 % of Total</b>			<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>						<b>0.0%</b>
<b>Clean Water Budget Other Priorities</b>															
4.1	ANR-DEC (Lakes)	Lakes in Crisis Fund	120,000	120,000	120,000			120,000						120,000	-
4.2	AoA	Stormwater Utility Payments (\$25K each)							100,000	100,000	100,000		100,000	100,000	-
4.3	ACCD	Better Connections and Downtown Transportation Fund													-
<b>Capital Bill Priorities</b>															-
4.4	ANR-DEC (WIFP)	State Match to Clean Water State Revolving Fund (CWSRF) Federal Grant <sup>4</sup>				1,147,981	332,981	332,981	332,981					332,981	(815,000)
4.5	ANR-DEC (WIFP)	Municipal Pollution Control Grants <sup>5</sup>				3,300,000	See footnote 4	4,000,000	4,000,000					4,000,000	700,000
<b>Other SUBTOTAL</b>			<b>120,000</b>	<b>120,000</b>	<b>120,000</b>	<b>4,447,981</b>	<b>332,981</b>	<b>4,332,981</b>	<b>4,452,981</b>	<b>100,000</b>	<b>100,000</b>	<b>100,000</b>	<b>-</b>	<b>100,000</b>	<b>(115,000)</b>
<b>Other % of Total</b>			<b>0.5%</b>	<b>0.5%</b>	<b>0.5%</b>	<b>44.5%</b>	<b>5.7%</b>	<b>43.8%</b>	<b>12.5%</b>						<b>9.4%</b>
<b>Subtotal for Appropriation</b>			<b>25,728,630</b>	<b>25,668,630</b>	<b>25,762,243</b>	<b>10,000,000</b>	<b>5,885,000</b>	<b>9,885,000</b>	<b>35,647,243</b>	<b>2,851,250</b>	<b>2,944,863</b>	<b>2,851,250</b>	<b>10,000,000</b>	<b>12,851,250</b>	<b>49,498,493</b>
<b>Subtotal for Transfer to Contingency Risk Reserve</b>									<b>2,000,000</b>	<b>2,000,000</b>	<b>2,000,000</b>		<b>2,000,000</b>		
<b>Total Appropriations/Transfers</b>			<b>25,728,630</b>	<b>25,668,630</b>	<b>25,762,243</b>	<b>10,000,000</b>	<b>5,885,000</b>	<b>9,885,000</b>	<b>35,647,243</b>	<b>4,851,250</b>	<b>4,944,863</b>	<b>4,851,250</b>	<b>10,000,000</b>	<b>14,851,250</b>	<b>50,498,493</b>
<b>Projected SFY24 Revenue/Sources<sup>6</sup></b>			<b>25,928,630</b>	<b>25,928,630</b>	<b>25,928,630</b>	<b>10,000,000</b>	<b>5,885,000</b>	<b>9,885,000</b>	<b>35,813,630</b>			<b>10,000,000</b>	<b>10,000,000</b>	<b>45,813,630</b>	<b>(115,000)</b>
<b>Prior Year (SFY22) Actual Unallocated/Unreserved Revenue</b>									<b>10,838,160</b>	<b>10,838,160</b>	<b>10,838,160</b>		<b>10,838,160</b>	<b>10,838,160</b>	<b>-</b>
<b>Total SFY24 Budget Target</b>			<b>25,928,630</b>	<b>25,928,630</b>	<b>25,928,630</b>	<b>10,000,000</b>	<b>5,885,000</b>	<b>9,885,000</b>	<b>35,813,630</b>	<b>10,838,160</b>	<b>10,838,160</b>	<b>10,838,160</b>	<b>10,000,000</b>	<b>20,838,160</b>	<b>56,651,790</b>
<b>Balance=Total Target-Total Appropriations/Transfers for Allocation in SFY25</b>			<b>200,000</b>	<b>260,000</b>	<b>166,387</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>166,387</b>	<b>5,986,910</b>	<b>5,993,297</b>	<b>5,986,910</b>	<b>-</b>	<b>5,986,910</b>	<b>6,153,297</b>

Yellow highlight denotes a change in line item amount compared to the Clean Water Board's original recommendation.

As Passed SFY24 Clean Water Budget by Agency

Agency	SFY24 BASE FUNDS					SFY24 ONE-TIME FUNDS					Total As Passed SFY24	Total As Passed Compared to Board Recommended			
	Board Recommended Base Clean Water Fund	Governor Recommended Base Clean Water Fund	As Passed Base Clean Water Fund	Board Recommended Base Capital Bill	Governor Recommended Base Capital Bill	As Passed Base Capital Bill <sup>1</sup>	Subtotal As Passed Base Funds	Board Recommended One-Time Clean Water Fund	Governor Recommended One-Time Clean Water Fund	As Passed One-Time Clean Water Fund			ARPA <sup>2</sup> (No Change from Board Recommended)	Subtotal As Passed One-Time Funds	
AAFM	6,684,880	6,684,880	6,684,880	2,202,019	2,202,019	2,202,019	8,886,899				3,000,000	3,000,000	11,886,899	-	
ACCD															-
ANR (DEC)	14,933,750	14,933,750	14,933,750	4,447,981	332,981	332,981	19,266,731	1,751,250	1,751,250	1,751,250	7,000,000	8,751,250	28,017,981	(115,000)	
ANR (FPR)	110,000	50,000	143,613	550,000	550,000	550,000	693,613		93,613				693,613	33,613	
AoA								100,000	100,000	100,000		100,000	100,000		
VHCB				2,800,000	2,800,000	2,800,000	2,800,000						2,800,000		
VTrans	4,000,000	4,000,000	4,000,000				4,000,000	1,000,000	1,000,000	1,000,000		1,000,000	5,000,000		
Contingency Risk Reserve								2,000,000	2,000,000	2,000,000		2,000,000	2,000,000		
<b>Total Appropriations/Transfers</b>	<b>25,728,630</b>	<b>25,668,630</b>	<b>25,762,243</b>	<b>10,000,000</b>	<b>5,885,000</b>	<b>5,885,000</b>	<b>35,647,243</b>	<b>4,851,250</b>	<b>4,944,863</b>	<b>4,851,250</b>	<b>10,000,000</b>	<b>14,851,250</b>	<b>50,498,493</b>	<b>(81,387)</b>	

Footnotes:

<sup>1</sup> - The Capital Bill operates on biennial basis, with the 2023 Capital Bill covering SFY24-25. The Capital Bill "as passed" reduced the SFY24 allocation from the Board's target of \$10 million to \$9,885,000 and reduced the SFY25 allocation for allocation by the Clean Water Board in the SFY25 Clean Water Budget from the roughly \$10-12 million target to \$6 million.

<sup>2</sup> - The Legislature initially appropriated \$30 million in ARPA funds to ANR-DEC in SFY22 for the Clean Water Board to further allocate at the Clean Water Budget line item-level in SFY22, SFY23, and SFY24. ARPA appropriations/spending authority will be transferred, as needed, to the appropriate agency for implementation. ARPA-funded activities will be reviewed against addenda issued by Agency of Administration to bulletins governing state grants and contracts addressing ARPA-specific requirements and ARPA guidance from U.S. Treasury.

<sup>3</sup> - Denotes new budget activity line item in SFY 2024.

<sup>4</sup> - Additional capital investment was allocated, beyond the scope of the SFY24 Clean Water Budget, to leverage federal infrastructure investment in the SFY24 Appropriations Bill under the "Capital Infrastructure Reserve Fund" section, including: Bipartisan Infrastructure Law (BIL) Clean Water State Revolving Fund (CWSRF) state match in SFY24: \$1.02 million (out of \$9.8 million total for SFY24 and SFY25 for both drinking water and clean water). Supplemental Municipal Pollution Control Grants: \$4 million.

<sup>5</sup> - Section 10 of the Governor's recommended SFY24-25 Capital Bill budget proposed a \$10 million one-time appropriation from the newly established Capital Expenditure Cash Fund for Municipal Pollution Control Grants in SFY24 in lieu of Capital Bill bonded dollars. The Capital Bill as passed restored a \$4 million bonded dollar appropriation for this purpose and authorized an additional \$4 million appropriation from the Cash Fund, which per the final legislative construct was made in Section 8.1105(a)(16) of the SFY24 Appropriations Bill (Act 78 of 2023).

<sup>6</sup> - Projected SFY24 Clean Water Fund revenue are based on the consensus revenue forecast adopted by the Vermont Emergency Board at its July 2022 meeting, summarized in the August 2022 Clean Water Fund operating statement.