

DEPT. OF ENVIRONMENT AND ENERGY

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22-053 June 2023

LB 1014e Section 52: State Fair Grounds Project

The American Rescue Plan Act of 2021 (ARPA) was signed into law on March 11, 2021. The State of Nebraska was allocated \$1.04 billion of Coronavirus State Fiscal Recovery Funds, which in part may be used to make necessary investments in water and sewer infrastructure. In the final rule adopted for implementation of these funds, the U.S. Department of the Treasury aligned the eligible uses of these funds with the wide range of types or categories of projects that would be eligible to receive financial assistance through the Clean Water State Revolving Fund (CWSRF) or Drinking Water State Revolving Fund (DWSRF). In Nebraska, the SRF programs are administered by Nebraska Department of Environment and Energy (NDEE). Additionally, ARPA provides for aid to impacted industries, which includes tourism. The state fair grounds is the location of the Nebraska State Fair, the state's showcase tourism event. The negative effects of the Covid-19 pandemic resulted in the Nebraska State Fair missing out on potential revenues, thus this project is eligible for assistance through two ARPA use categories.

Signed into law on April 13, 2022, Section 51 of Legislative Bill No. 1014e states that these funds are to be used "...for wastewater and drainage system updates at the state fair grounds, which shall only be used for such purpose." Wastewater and drainage system updates are eligible for assistance under the CWSRF, and therefore under ARPA, when a project provides a water quality benefit or for measures to manage, reduce, treat, or recapture stormwater or subsurface drainage water. Paving improvements, which are necessary drainage system updates, are eligible under the aid to impacted industries ARPA use category.

Who is Eligible: The State Fair Foundation

Funding Available: \$20,000,000

Period of Availability: *See requirements below.*

Eligible uses of funds:

Any wastewater and drainage system update project that is eligible for assistance under the CWSRF. Descriptions of eligible project uses can be found in the following documents:

- Overview of Clean Water State Revolving Fund Eligibilities (pages 8 and 13)
 https://www.epa.gov/sites/default/files/2016-07/documents/overview of cwsrf eligibilities may 2016.pdf
- Interpretive Guidance for Certain Amendments in the Water Resources Reform and Development Act to Titles I, II, V and VI of the Federal Water Pollution Control Act (pages 9-10) https://www.epa.gov/sites/default/files/2015-04/documents/water resources reform and development act guidance.pdf
- EPA website: What is Green Infrastructure
 https://www.epa.gov/green-infrastructure/what-green-infrastructure

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 Chapters 33 and 40 of the City of Grand Island Municipal Code Grand Island : Municipal Code (municipalcodeonline.com) Chapter 33 Grand Island : Municipal Code (municipalcodeonline.com) Chapter 40

Application Procedure:

The State Fair Foundation will be required to submit both a:

- <u>Site plan</u>: A plan or set of plans showing the details of any land disturbance activity of a site
 including but not limited to the construction of structures, open and enclosed drainage
 facilities, stormwater management facilities, parking lots, driveways, curbs, pavements,
 sidewalks, bike paths, recreational facilities, ground covers, plantings and landscaping; and,
- <u>Drainage Plan</u>: A schematic of the proposed area and how it connects to either the city's storm sewer system or discharges to the waters of the state. The plan will include proposed location, grade, direction of flow, elevations, drainage structures and drainage areas. The plan must also meet Grand Island's paving plan requirements.

Those plans must present sufficient information to confirm that the proposed wastewater and drainage system updates meet the allowable eligibility under the CWSRF, and the aid to impacted industries, i.e., the City of Grand Island Municipal Code.

The NDEE will enter into a contract with the State Fair Foundation to provide the authorized grant assistance in the amount of \$20,000,000 in State Fiscal Year 2022-23 authorized in Section 53 of LB1014e. The contract will contain provisions to ensure use of the funds meets the requirements of ARPA noted in the U.S. Department of Treasury State and Local Fiscal Recovery Funds Final Rule (SLFRF-Final-Rule.pdf (treasury.gov)), notably the Compliance and Reporting guidance (SLFRF Compliance and Reporting Guidance (treasury.gov)). Additional information may be found at SLFRF-Final-Rule-FAQ.pdf (treasury.gov).

The project must be completed with approved site and drainage plans, to ensure all state and local laws will be met. Most notably that of the Stormwater Management Plan for Grand Island, NE, required as a designated Municipal Separate Storm Sewer System to prevent harmful pollutants from being discharged into local water bodies from stormwater runoff. As required by ARPA, all work must be under contract for construction by December 31, 2024 and construction completed by December 31, 2026.

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