

**REPORT OF THE
WORKING GROUP ON WATER QUALITY FUNDING
H.516, SECTION 26**

**Submitted to the
General Assembly
by the**

Vermont Agency of Natural Resources

November 15, 2017

Table of Contents

Executive Summary.....	4
Statutory Mandate.....	4
Working Group Recommendations	5
Proposed Next Steps.....	5
Introduction and Background	5
TMDL(s).....	5
Act 64	5
Treasurer’s Report	5
Estimating the Cost of Implementation, FY2020-FY2024	6
Other Considerations	6
Estimating the Cost of Implementation, FY2020-FY2024	6
Wastewater Treatment and Combined Sewer Overflows.....	6
Lake Champlain Basin Wastewater Treatment Facilities.....	7
Lake Memphremagog Basin Wastewater Treatment Facilities.....	7
Connecticut River Watershed Wastewater Treatment Facilities	7
Combined Sewer Overflows.....	7
Agriculture	7
Developed Lands.....	7
Road-related Stormwater	7
Non-road Stormwater	7
MS4	7
Natural Resources.....	7
Current Revenue Sources and Financial Instruments.....	7
Wastewater Treatment and Combined Sewer Overflows.....	7
Clean Water State Revolving Fund.....	7
Water Pollution Control Grants	8
USDA Rural Development WEP Loans and Grants.....	8
USDA Rural Development REAP Zone Grant.....	8
Agriculture	8
Developed Lands.....	8
Natural Resources.....	8
Defining the Gap	8

Possible Future Revenue Sources and Financial Instruments 9

- Revenues..... 9
- Financing..... 9
- Incentives..... 9

Recommended Approach 9

- FY2020 – FY2024 9
- Adaptive Management and Periodic Report-Back 9

DRAFT