Dear Interested Party:

The Department of Environmental Protection (Department) has finalized the following document for the administration of the Drinking Water State Revolving Fund:

<table>
<thead>
<tr>
<th>DRINKING WATER STATE REVOLVING FUND (DWSRF)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Final Federal Fiscal Year 2021/ State Fiscal Year 2022 Intended Use Plan</td>
</tr>
<tr>
<td>and AMENDED Final Drinking Water State Revolving Fund Intended Use Plan for Federal Fiscal Year 2020 (and State Fiscal Year 2021)</td>
</tr>
</tbody>
</table>

The Intended Use Plans must be developed by the Department, undergo a public participation process and be approved by the US Environmental Protection Agency (USEPA) for the Department to be awarded its capitalization grant used to finance water infrastructure projects.

On December 14, 2020, the Department proposed the IUPs for FFY2021/SFY2022 and proposed amendments to the DWSRF IUP for FFY2020/SFY2021. In response to comments received on the FFY2021/SFY2022 DWSRF IUP, the Department has made changes to allow disadvantaged systems that qualify for principal forgiveness for lead service line replacement as a result of the Water Infrastructure Funding Transfer Act (S. 1689) to fund up to $10M in additional project costs at the affordability rate. No further substantive changes have been made as a result of comments received on the amendments.

A copy of the final DWSRF IUPs are posted on the Department’s web site at http://www.nj.gov/dep/dwq/cwpl.htm.

If you have any questions regarding the DWSRF IUP, please contact Kristin Tedesco, Bureau Chief, Bureau of Water System Engineering, Division of Water Supply and Geoscience at 609-292-2957 or Kristin.Tedesco@dep.nj.gov

Sincerely,

Patricia McIngelido
Patricia Ingelido, Director
Division of Water Supply and Geoscience