



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

WASHINGTON, D.C. 20460

JUL 13 2006

OFFICE OF  
WATER

**MEMORANDUM**

**SUBJECT:** Tentative Allotments for the FY2007 Drinking Water Infrastructure Grants Territorial Set-Aside Program

**FROM:**   
Stephen F. Heare, Director  
Drinking Water Protection Division, OGWDW

**TO:** Regional Drinking Water Program Managers  
Regions II and IX

I'm pleased to announce that we have completed the process of gathering information necessary to calculate the tentative Regional allotments for the FY2007 Drinking Water Infrastructure Grants Territorial Set-Aside Grant Program – the Territorial component of the Drinking Water State Revolving Loan Fund (DWSRF). The allotments are based on the President's budget request of \$841,500,000 for the DWSRF program.

The Safe Drinking Water Act allows us to use up to 0.33 percent of the amount that is available for DWSRF grants to States for grants for Territorial infrastructure projects. After setting aside \$12,622,500 for the Tribal program and \$2,000,000 for Unregulated Contaminant Monitoring, there is a total of \$826,877,500 available for grants to States. Of this amount, \$2,728,700 (0.33 percent) will be set-aside for the Territorial program. The distribution of the tentative \$2,728,700 among the four territories (the Virgin Islands, American Samoa, Guam and the Northern Mariana Islands) is attached for your use in planning your FY2007 program.

When we receive an FY2007 Appropriation and Operating Plan, we will calculate the final FY2007 allotments. As in past years, the final allotments will be the same as the tentative allotments unless the funds we receive for the program differ from the President's budget request. Should that occur, we will recalculate the allotments, using the same input data as was used to calculate the tentative allotments. The only change will be the total amount of money to be distributed.

Please keep in mind that EPA Order 5700.7, "*Environmental Results Under Assistance Agreements*" applies to any grants made under this Territorial Set-Aside program after January 1, 2005. The Order requires EPA Program Offices to:

- 1) link proposed assistance agreements to the Agency's Strategic Plan/GPRA architecture at the goal, objective, and, where appropriate, sub-objective level;
- 2) ensure that well-defined outputs and, to the maximum extent practicable, well-defined outcomes are appropriately addressed in assistance agreement work plans and funding recommendations; and
- 3) ensure that progress in achieving agreed-upon outputs and outcomes is adequately addressed in recipient progress reports and advanced monitoring activities.

If you have any questions about the calculations, please give me a call, or have your staff call Ray Enyeart on (202) 564-3829.

Attachment

**Tentative FY 2007 Allotments**  
**Drinking Water Infrastructure Grants Territorial Set-Aside Program**

*Based on a Budget Request of \$841,500,000 for the DWSRF Program*  
*A total of \$2,728,700 would be available for the Territorial Set-Aside Program*

Virgin Islands	\$827,600
<b>Total to Region 2</b>	<b>\$827,600</b>
American Samoa	\$204,700
Guam	\$902,900
Northern Mariana Islands	\$793,500
<b>Region 9</b>	<b>\$1,901,100</b>
<b>NATIONAL TOTAL:</b>	<b>\$2,728,700</b>