Clean Water State Revolving Loan Fund
Requirements for Private Entities

The New Mexico Environment Department (NMED) Construction Programs Bureau (CPB) manages the Clean Water State Revolving Fund (CWSRF) for the state of New Mexico. Private entities may apply for loan funding through the Clean Water State Revolving Fund.

**Terms of Loans:**
- Interest rate for all loans is 2.375%
- Repayment is for a term of 20 years, not to exceed the project’s useful life
- Loans are on a reimbursement basis only;
- Interest accrues during construction.

Project eligibility and applicant eligibility are defined in Chapter 74-6A NMSA and in the Clean Water Act. Project eligibility is contemplated and decided through the CWSRF application process. Applicants are evaluated as “qualified borrowers” as defined by statute: “A creditworthy borrower with an identified and verifiable repayment source that is eligible to receive funding pursuant to the Clean Water Act . . . “

**Financial Requirements:**
Repayment sources must be both “identified” and “verifiable.” Repayment sources that do not have a history of operation cannot be verified and are considered speculative. NMED CPB will not make CWSRF loans to projects where repayment revenue is speculative. The repayment source (revenue source) must be identified in the application.

NMED CPB requires documentation to determine and substantiate the creditworthiness of all applicants. Private entities must provide the following documents, however this list should not be considered exhaustive. NMED reserves the right to require any other applicable documentation as determined necessary to protect the State of New Mexico and the CWSRF.

1. The most recent three consecutive years financial statements including balance sheet, profit and loss statement, and cash flow statement.
2. The most recent three consecutive years tax returns;
3. Current business credit report from a nationally based recognized credit agency;
4. Current debt schedule;
5. Business organization documents including copies of business licenses/registrations.
6. Proof of Security to secure the loan (lockbox banking, surety bonds, letter of credit).
Project Requirements:
The CWSRF is a federally capitalized program; most projects are subject to the following requirements. You will be advised as to the requirements depending on the type of project funded.

- State Environmental Review Process
- American Iron and Steel
- Disadvantaged Business Enterprise Compliance
- Davis-Bacon Wage Rates
- Federal and State Procurement

All projects will be assigned a NMED CPB Project Manager (PM). The PM will review all aspects of the project including engineering documents, contract documents, and all reimbursement requests. Do Not start any aspect of your project including the selection of engineering consultant, preparation of construction plans, selection of a construction contractor, construction or purchase of equipment until you have been assigned and authorized by a PM.

If there are questions regarding project or applicant eligibility, please contact the CWSRF team at 505-827-2806 or NMENV-cpbinfo@state.nm.us.