

**DRINKING WATER STATE REVOLVING FUND LOAN PROGRAM  
STATE OF MISSISSIPPI**

**ANNUAL REPORT  
FOR  
FEDERAL FISCAL YEAR 2011  
(10/01/10 through 09/30/11)**



**Prepared for U.S. Environmental Protection Agency, Region IV**

by



**MISSISSIPPI STATE DEPARTMENT OF HEALTH**

---

and the

**Local Governments and Rural Water Systems**

**Improvements Board**

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## **I. Introduction**

The State of Mississippi is pleased to submit the Annual Report on the Drinking Water Systems Improvements Revolving Loan Fund (DWSIRLF) for the Fiscal Year 2011. The report outlines the operation of the DWSIRLF during the time period from October 1, 2010, through September 30, 2011.

This report outlines the accomplishments of the DWSIRLF as related to the goals and objectives set forth in the FY-2011 Intended Use Plan (IUP). Provided herein are details regarding the short-term and long-term goals of the program, funding sources, financial stability, and compliance with Federal Drinking Water State Revolving Fund requirements.

## **II. Goals and Accomplishments**

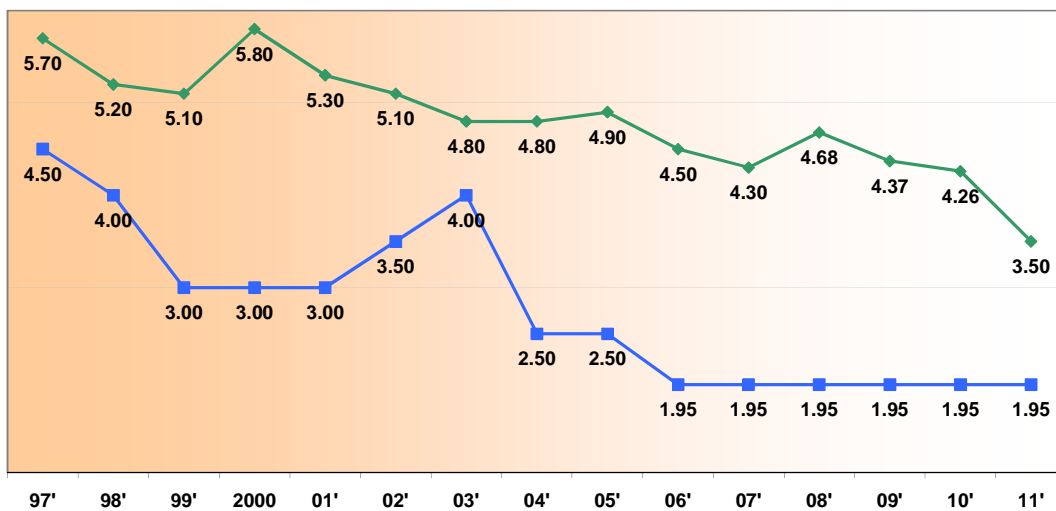
In the FY-2011 IUP, the State of Mississippi set forth several goals, including both long-term and short-term goals that have been and are still impacted by the inclusion of the American Recovery and Reinvestment Act of 2009 (ARRA) and the specific appropriation provisions that have become continued requirements. Some of the long-term goals are considered basic, unchanging goals due to their necessity, and are detailed separately below. As the goals will show, the impact of ARRA, the continued “ARRA type” provisions, and the current state of the economy may be viewed as having impeded the program’s ability to meet the established goals, while at the same time, providing additional funding for the State’s drinking water infrastructure.

### **A. Basic Program Goals**

1. *Maintain a financially sound DWSIRLF in perpetuity.*
2. *Meet a portion of the drinking water needs in the State within a reasonable period of time.*
3. *Fund projects in order of public health importance.*
4. *Determine the interest rate and loan repayment term which will generate sufficient fund income to meet the State’s needs within a reasonable period of time*

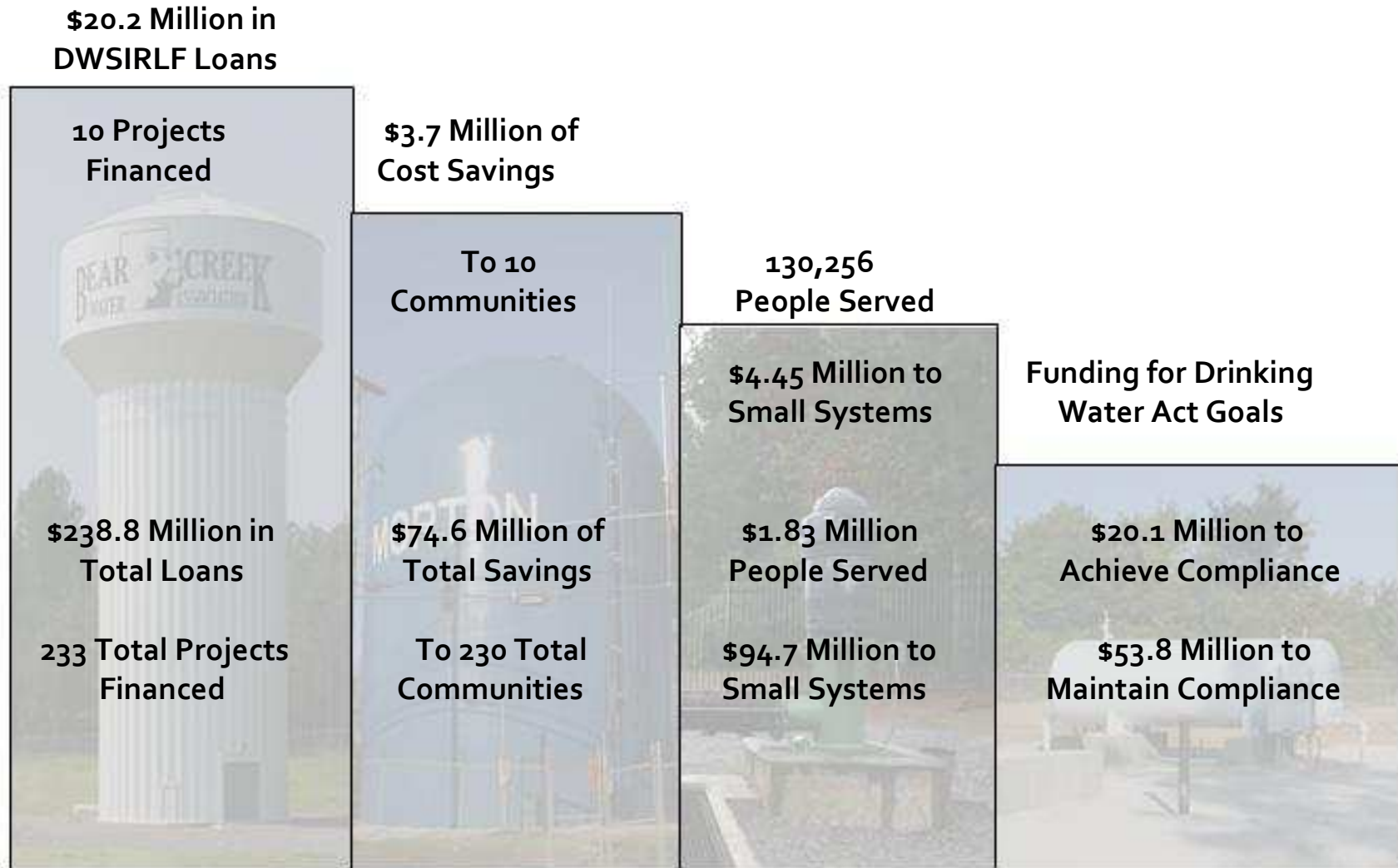
***Progress Toward Basic Goals 1, 2, 3 & 4:*** The State of Mississippi again met these goals by continuing to operate the program with the same basic approach as has proven successful in previous years, even with programmatic requirements made necessary due to the ARRA funding and the additional provisions associated with the FY-2011 appropriation. As usual, interest rates were reviewed and adjusted as necessary to assure both the competitiveness and long-term financial stability of the Fund. Standard financial reports were produced, reviewed for accuracy, and reconciled on a monthly basis. During preparation of the annual IUP, a determination was made that adequate and timely funds would be available from the federal payment schedules, state match, scheduled repayments, and projected interest earnings for all projects on the fundable portion of the priority list. Each community's financial capability summary and user charge system were reviewed and approved prior to loan award (to insure the community could afford

the project, that funds were adequate to repay the loan, as well as operate/maintain the project). The pro-active public information program was continued to assure public awareness of the DWSIRLF. The Priority System, utilized to assure the most urgent needs are met first, was designed to give priority to projects that: (1) address the most serious risks to public health, (2) are necessary to bring existing drinking water facilities into compliance with national primary drinking water standards, (3) assist systems most in need on a per household affordability basis, and due to appropriation requirement (4) ensure that at least 20% of the federal FY-2011 capitalization grant be awarded to projects utilizing green infrastructure. The Priority System may be updated each year as needed to account for needs that have been met and for new public health concerns. During FY-2011 all projects ready to proceed were funded.



The interest rate for all FY-2011 loans was 1.95%. This low interest rate combined with the removal of the statutorily-set loan limit in 2007, has kept the demand high to the point that funds were limited during FY-2011. As was developed in the IUP, an added incentive for loan recipients this year was the availability of principal forgiveness at the time of loan award. Varying amounts of principal forgiveness were given based on the loan recipient's median household income (MHI) in the service area of the water supply versus the MHI of the State of Mississippi. This enabled the program to give some amount of principal forgiveness to most loan recipients willing to comply with the additional appropriation provisions. However, as the report information will show, some of the potential loan recipients chose not to execute their awarded loan agreements. This could be mainly due to the current economic climate facing the state and the communities therein.

# Mississippi Drinking Water Project Financing in 2011 to Protect the Public Health \$26,048,188 in Available Funds



## **B. Long-Term Goals**

*1. Enhance and/or improve loan application and repayment procedures.*

***Progress Toward Long-Term Goal #1:*** In the previous year, the continued maintenance of ARRA related projects and ARRA funds by the State prevented major progress towards this goal. All ARRA projects have been closed out, but the some of the specific federal appropriation provisions continue, thus requiring modifications to standard procedures in an ongoing fashion. Since these additional appropriation provisions vary from year to year based on implementation and reporting requirements, enhancements to those procedures beyond attempts to stay current with federal requirements were minimal. Once the country's economic conditions improve, it is hoped that some progress can be made to streamline various processes. Progress towards the new repayment procedures has been slow due to agency-wide delays.

*2. Create Universal Web-based Ranking Form for all Funding Agencies within the State.*

***Progress Toward Long-Term Goal #2:*** As with the State's progress toward Goal #1, progress toward this goal has been slow. Plans to create a universal web-based ranking form for the State's lending agencies were sidelined due to the increased requirements related to receiving and monitoring ARRA funds. Even so, a continuing connection with other lending agencies has been established through the membership of the Local Governments and Rural Water Systems Improvements Board (Board). Also, the DWSIRLF's publication, "News and Notes", advertises a listing of all water supply funding agencies along with a brief description of loan/grant conditions and contact information for each program. This "Funding Matrix", which helps potential loan recipients find a desired funding source that will be ideal for their projects, is made available at each convention/conference the DWSIRLF attends and markets the Program.

*3. Use Set-Asides to Fund Planning Grants*

***Progress Toward Long-Term Goal #3:*** Again, little progress has been made toward this goal, due to the country's current economic conditions and the redirection of the staff's focus to ensure the Program meets the close out requirements of ARRA and the FY-2011 appropriation. Additional information will need to be gathered to ensure that the systems receiving the special assistance outlined in Long-Term Goal #3 will progress to actual project construction of the needed infrastructure

*4. Develop a tracking system to manage program documents and disbursements.*

***Progress Towards Long-Term Goal #4:*** While progress on this goal has been slow, some progress has been attained. Currently underway is a scanning/coding system for documents of closed-out projects generated by the program. The program intends to make scanning all documents during the life cycle of a project standard operating procedure. Full migration to this goal will take some time.



5. *Develop a Comprehensive Engineering Project Manager (PM) Manual.*

**Progress Toward Long-Term Goal #5:** Progress toward this goal has been slow. The program has had some significant staff turnover during this year. This fact forced Project Management Supervision to be solely focused on training new personnel. It is our hope that project management will stabilize over the next year with a full slate of experienced personnel that would allow extra time to compile a Project Management Manual.

### C. Short-Term Goals

1. *Enhance and/or improve the DWSIRLF Loan Program by making it more attractive to public water systems.*

**Progress Toward Short-Term Goal #1:** As stated previously, the initial attention to ARRA and the FY-2011 appropriation has made the Program more appealing by the fact that additional subsidization was made available again this year. This additional subsidization came in the form of partial loan principal forgiveness. This alone enhanced the interest of many potential loan recipients. It is anticipated that future federal appropriations will have a portion of principal forgiveness associated with them, which will focus the public's attention on the Program. It is hoped that potential loan recipients will be willing to cope with the increased number of requirements of the recent federal appropriation provisions. A few recipients have expressed continued dissatisfaction with the added requirements such as the Green Project Reserve and the Davis-Bacon Act. As the country's economy improves, it is felt that the added provisions may become a detriment to the Program's marketing. Some potential recipients have refused to execute a loan award due to the increased provisions, particularly those associated with the Davis Bacon Act, which are seen as excessive and unnecessary.

Another marketing concern has been the continued scrutiny of ARRA projects previously completed and closed out. Consulting engineers and responsible officials view these post-project reviews as an annoyance and may use it as reason to seek funding from other sources. Aside from those issues, as previously mentioned, the 5% administrative fee requirement for the Program was "removed". As it was in FY-2010, the fee, which is still collected, now takes the form of interest forgiveness during the loan's repayment phase. The interest portions of all FY-2010 and after loan repayments will now be diverted into the administrative fee account monthly until 5% of the total project cost is received. This is still an appealing tool in the marketing of the Program. In addition to this progress, staff members are regularly attending various conferences and meetings to "market" the program. This allows interaction with consulting engineers, operators, and responsible officials regarding potential improvements that could be made to the Program.

2. *Explore the possibility of developing web-based checklists and forms to electronically store and provide project management information.*

**Progress Toward Short-Term Goal #2:** Little progress has been made toward this goal, again due to the required focus of the staff on ensuring the requirements of ARRA are

met, even though all the projects are closed out. It is our hope that once the economy rights itself, progress toward this goal can be realized.

3. *Assist applicants in addressing capacity assessment deficiencies found during annual inspections by using technical solutions afforded by the technical assistance set-aside contractors.*

***Progress Toward Short-Term Goal #3:*** Progress continues to be made on this short-term goal. DWSIRLF loan applicants are required to address capacity assessment deficiencies during the facilities planning phase of their projects. Also, free assistance is available to applicants through technical assistance contracts funded with the capitalization grant set-asides (as described in the “Set-Aside Activity Status” section on page 10). Applicants are encouraged to use this free technical assistance, by receiving additional priority ranking points for participation in the technical assistance program, and additional points for implementing any resulting recommendations.

4. *Train new staff members using available training sessions offered and provided by EPA.*

***Progress Toward Short-Term Goal #4:*** The DWSIRLF staff attended and participated in all available EPA trainings and/or conference calls, as well as those made available by other training providers such as the Council for Infrastructure Funding Authorities (CIFA).

5. *Meet Special Funding Goals set forth in the Federal Appropriations*

***Progress Toward Short-Term Goal #5:*** When FY-2011 began, the amount of funding to be made available in the federal appropriation as well as the projected additional provisions were unclear. Once this information was received, the Program staff made every effort to achieve the required goals. We immediately applied for the capitalization grant, but as of February 29<sup>th</sup>, 2012, funds associated with the grant are still not available to disburse. This has made it difficult to honor existing contractual obligations. The FY-2011 appropriation’s required “Green Infrastructure” goal has been met. The Program has also achieved the 30% additional subsidization goal with some difficulty, by providing principal forgiveness to loan recipients based upon their Median Household Income (MHI) versus that of the MHI of the State. Recipients received from 15% to 45% principal forgiveness for their loans. To maximize the long- term growth of the total DWSRF fund, the Program only forgave the required minimum amount of 30% the federal appropriation.

6. *Implement an Automatic Repayment Collection System.*

***Progress Toward Short-Term Goal #6:*** Progress has been minimal. The agency is in the process of enabling not only the Program to have loan recipients repay loans through automatic bankdraft, but also other Mississippi State Department of Health divisions that do business with other entities. Once in place, the automated system will be beneficial to both the Program and the loan recipients by ensuring the payments are made on time and accurately.

## **D. Appropriation Provision Goals**

### *1. Green Project Reserve*

The FY-2011 appropriations law required states to use not less than 20% of the capitalization grant for projects which addressed water or energy efficiency, green infrastructure or other environmentally innovative activities. Projects including green infrastructure were able to receive principal forgiveness for a portion of their project costs as an added incentive.

Using Green Project Reserve guidance provided by the Environmental Protection Agency, it was noted that the existing priority listed projects qualified, either all or in part, as “green” projects. These three (3) projects totaling \$2,250,000 or 23% of the total \$9,802,000 FY-2011 Cap Grant made it possible for the state to meet the 20% Green Project Reserve requirement. All three were awarded prior to the end of the fiscal year. The final executed Green Project Reserve amount was \$2,250,000 or 23% of the total Capitalization Grant.

As stated previously, each project submitted a business case memo during the project’s planning phase. This memo was submitted to the EPA and posted on the Department’s website. Each project was either on the Priority List or the FY-2012 and After Planning List. The DWSIRLF had the authority to bypass higher ranked projects as needed to achieve the green requirement, although it was not necessary to do so during the FY-2011 year.

### *2. Principal Forgiveness*

As required by the capitalization grant agreement, 30% of the appropriation was required to be provided in the form of additional subsidization. This could have been by either negative interest rate, principal forgiveness or a combination of the two. Since the implementation of ARRA, the Program has chosen to use principal forgiveness as its sole method of additional subsidization. For FY-2011, the reduction of the overall appropriation affected the amount of principal forgiveness available to individual loan recipients. Furthermore, only selected recipients received a portion of their principal reduced based on their median household income. In achieving the minimal principal forgiveness requirement, the Program has some difficulty due to several awarded public water supplies choosing not to execute their agreements. This forced the Program to reallocate principal forgiveness funds across those eligible loan recipients who chose to execute their loan agreements. To maximize the growth of the loan funds, the Program elected to only meet the required 30% amount or \$2,940,600.

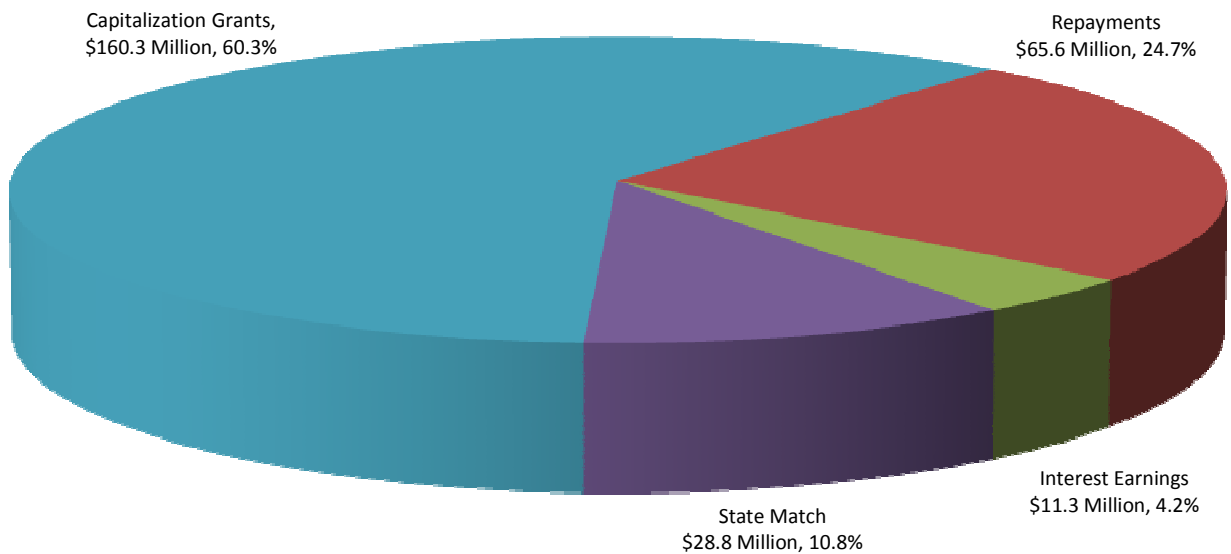
## **III. DWSIRLF Loan and Set-Aside Activities**

This section includes details concerning the sources of DWSIRLF Funding and the use of these funds both within the loan program and the State’s set-asides. Table 1 provides a breakdown of FY-2011 DWSIRLF funding sources and related uses.

## A. Sources of DWSIRLF Funding

Available funding since the DWSIRLF inception totals \$263 Million and includes the special ARRA appropriation. Figure 2 illustrates the various sources of that funding (capitalization grants, state match, interest on deposits, special appropriations and repayments), and their respective contribution to the total. The State of Mississippi does not utilize leveraging in funding the program. Further details of these funding sources are provided below and in Exhibit 3.

Figure 2: Available Funding Since Program's Inception



### i. Capitalization Grant

Each year, the State of Mississippi applies for a Capitalization Grant from the Environmental Protection Agency (EPA) in accordance with Section 1452 of the Federal Safe Drinking Water Act. The annual allotment is based on the EPA Drinking Water Needs Survey that is performed every four years. Since the Program's inception, capitalization grants totaling \$160,295,400 have been received. The FY-2011 capitalization grant in the amount of \$9,802,000 was received in the 2<sup>nd</sup> quarter of FY-2012.

### ii. State Match

Since the Program's inception, the State of Mississippi has provided the required 20% match through the sale of state general obligation bonds totaling \$28,159,080. Further state match details are outlined in Exhibits 3 and 11. Additional 1:1 match was provided toward the State Program Management Set-aside through the MSDH Bureau of Public Water Supply's laboratory fee charges.

### iii. Interest Earnings

Since the Program's inception, the DWSIRLF has received interest on deposits totaling \$11,276,206. During FY-2011, interest on deposits totaled \$645,318. Further interest income details are outlined in Exhibit 11.

iv. Repayments

Since the program's inception, the DWSIRLF has received repayments totaling \$65,624,719. During the FY-2011, the repayments received totaled \$10,093,087. Further repayment details are outlined in Exhibit 11.

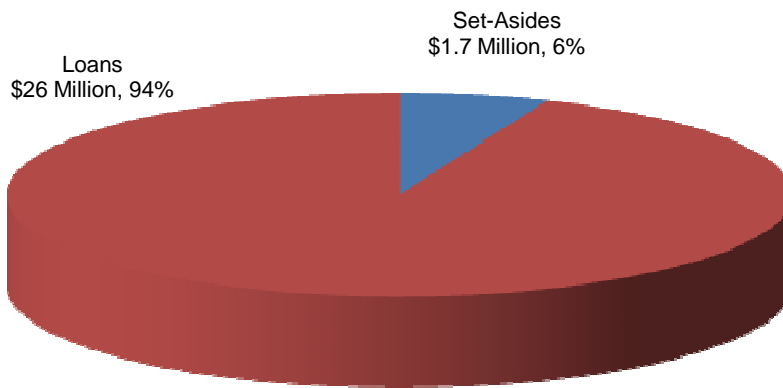
v. Administrative Fees Received and Disbursed

During FY 2011 the administrative fee fund receipts totaled \$188,513 and disbursements were \$288,433.

**B. Uses of DWSIRLF Funds**

As illustrated in Figure 3, \$26.0 Million was available in FY 2011 for loans to public water systems after \$1.676 Million was set-aside for small system technical assistance state program management and local assistance and other state programs.

Figure 3: Allocation of Available Funds



**Table 1: Sources of DWSIRLF Funds**

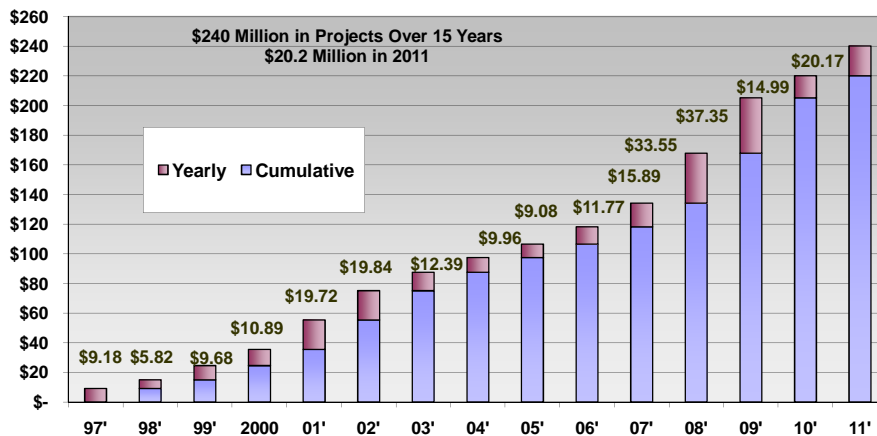
<b>Sources of 2011 Funds</b>	
Capitalization Grant	\$9,802,000
State Match	\$1,960,400
Investment Interest Earnings	\$645,318
Loan Repayments	\$10,093,087
Funds Carried Over from Previous Year(s)	\$8,161,512
Loan Increase Reserve	(\$1,000,000)
Net Loan Amendments (Increases/Decreases)	(\$1,661,523)
<b>Total</b>	<b>\$28,000,794</b>
<b>Projected Uses of Funds</b>	
<b>DWSIRLF Binding Commitments</b>	
Standard Loan 1452 (a)	\$20,522,031
Small Systems 1452 (a)(2)	\$7,478,763
<b>Subtotals</b>	<b>\$28,000,794</b>
<b>Set-Aside Workplan Commitments</b>	
Administrative Set-Aside (max 4%) 1452 (g)(2)	\$0
Technical Assistance Set-Aside (max 2%) 1452 (g)(2)	\$196,040
Contract 1: Small Systems Tech Asst	\$120,000
Contract 2: Board Management Training	\$55,000
Contract 3: Hands-On Operator Training	\$60,077
Contract 4: Peer Review	\$20,000
Program Mgt Set-Aside (max 10%) 1452 (g)(2)	\$980,200
Local Assist & Other State (max 15%) 1452 (g)(2)	\$500,000
<b>Set-Asides Subtotal</b>	<b>\$1,676,240</b>
<b>Total</b>	<b>\$29,677,034</b>

**Table 2: Actual Uses of DWSIRLF Funding**

<b>Uses of Committed Funds</b>	
<b>DWSIRLF Binding Commitments</b>	
Standard Loan 1452 (a)	\$15,713,843
Small Systems 1452 (a)(2)	\$4,455,603
<b>Subtotals</b>	<b>\$20,169,446</b>
<b>Set-Aside Workplan Commitments</b>	
Administrative Set-Aside (max 4%) 1452 (g)(2)	\$370,370
Technical Assistance Set-Aside (max 2%) 1452 (g)(2)	\$263,659
Contract 1: Small Systems Tech Asst	\$120,000
Contract 2: Board Management Training	\$54,903
Contract 3: Hands-On Operator Training	\$53,869
Contract 4: Peer Review	\$20,000
Program Mgt Set-Aside (max 10%) 1452 (g)(2)	
State Program Management	\$713,844
Local Assist & Other State (max 15%) 1452 (g)(2)	\$0
<b>Regular Set-Asides Subtotal</b>	<b>\$1,347,873</b>
<b>Total</b>	<b>\$21,517,319</b>

i. Loan Assistance Status

During the Fiscal Year 2011 the State of Mississippi awarded 10 loans totaling \$20.2 million. The individual loan amounts ranged in size from \$152,000 to \$5,000,000. The terms for all FY-2011 loans included an interest rate of 1.95% and a 20-year repayment period. A combined population of 130,256 received the benefit of these loans. Individual populations affected by each loan ranged from 667 to 56,425.



1. *Binding Commitments*

As outlined in Exhibit 4, the State of Mississippi entered into binding commitments to provide assistance from the DWSIRLF in amounts substantially greater than the required 120% of each quarterly grant payment within one year after receipt. Additional FY-2010 binding commitment details are provided in Exhibit 1, Part 1 and Exhibit 2 and Table 3 (below), which also includes a brief project description. Details of FY-2010 loan amendments are provided in Exhibit 1, Part 3.

**Table 3: FY 2010 Binding Commitments**

Priority Ranking	Priority Points	Loan Recipient	PWS ID#	Amount (PF Issued*)	Project Description	Pop. Served	Small System
Priority 1	617	Corinth	MS	\$5,000,000 (\$500,000)	Raw Water Transmission Line	14054	No
Priority 3	1186	Beaver Meadow	MS	\$751,714 (\$394,854)	New Well and Service Lines	2400	Yes
Priority 3	956	West Jackson Co. Uty District	MS	\$5,000,000 (\$0)	Installation of Water Lines and Mains	20000	No
Priority 5	756	Laurel, City of	MS	\$4,617,670 (\$500,000)	Upgrading Distribution System	22000	No
Priority 5	574	Jeff Davis W/A	MS	\$152,000 (\$49,441)	Construct Pumping Station	1200	Yes
Priority 7	454	Biloxi, City of	MS	\$1,096,173 (\$0)	Install 7,300 Feet of 16" Water Line	56425	No
Priority 8	4002	Taylorville W/A	MS	\$948,144 (\$308,301)	200,000 Gallon Elevated Tank/Distribution Lines	667	Yes
Planning 8	6236	Tunica, Town of	MS	\$985,945 (\$500,000)	New 750 GPM Well	4710	Yes
Priority 9	1421	Young's Water Association	MS	\$610,300 (\$259,543)	100,000 Gallon Elevated Tank	1200	Yes
Priority 13	1520	Batesville, City of	MS	\$1,007,500 (\$428,461)	Automated Meter Reading System	7600	Yes

\*Amount of Principal Forgiveness issued per loan recipient.

2. *Bypassed Projects*

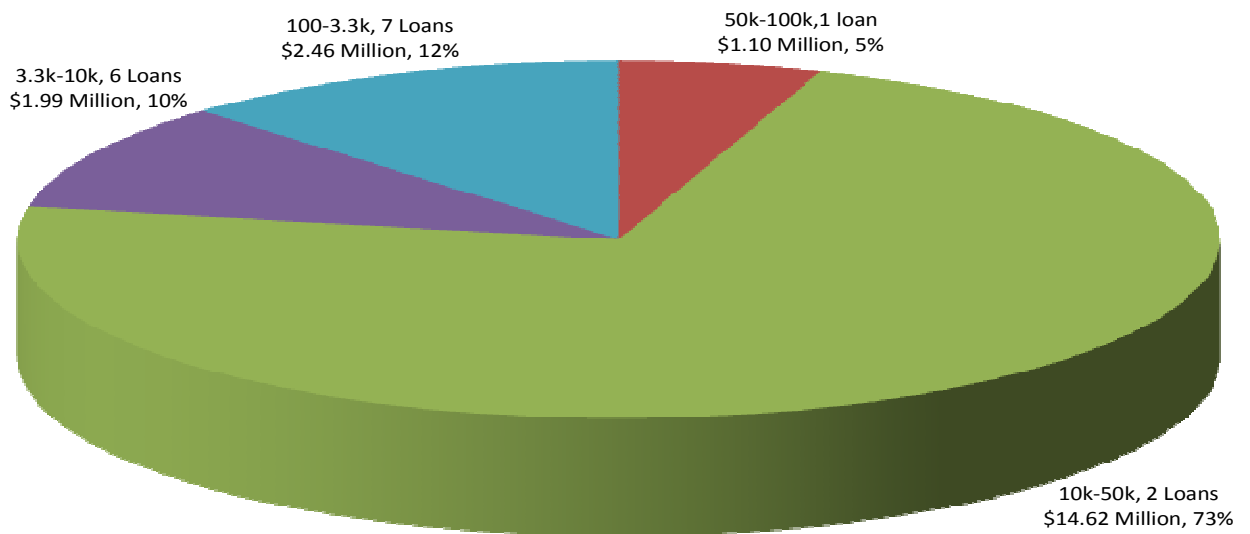
During FY-2011, no projects were bypassed due to lack of funding or necessary to achieve the Green Infrastructure requirement.

3. *Small Systems*

During FY-2011 approximately \$4.5 million in DWSIRLF loans were awarded to small water systems, serving populations of 10,000 or less. Approximately \$3.5 million were awarded to "extra small" water systems, serving populations of 5,000 or less. The State also tracks the funding of these extra small systems due to the smaller size of most water systems throughout rural Mississippi. Loans to small systems (10,000 or less) accounted for 22.1% of the FY-2011 funds awarded and loans to extra small systems (5,000 or less) accounted for 17.1%. Historically, such projects have accounted for 40.5% and 28.7% of the funds awarded, respectively.

Figure 5: Distribution of Dollars by Population





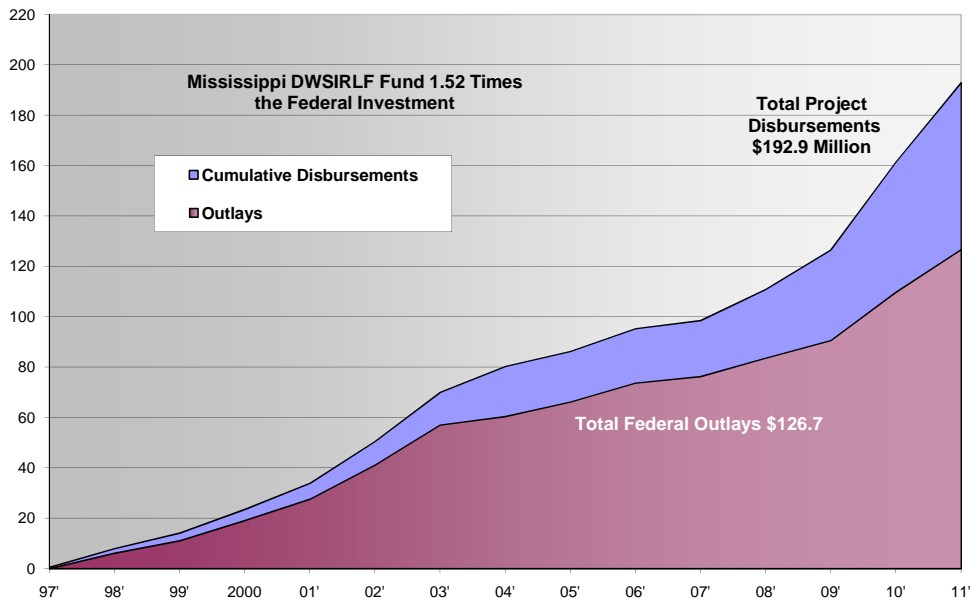
4. *Disadvantaged Community Systems*

As outlined in the FY-2011 IUP, the Board has not implemented a complete disadvantaged communities program. However, since the inclusion of additional subsidization through annual appropriations, the Program and the Board chose to structure the principal forgiveness in a manner that would benefit systems most in need. In assisting those selected recipients, systems that qualified received as little as 15% and as much as 45% principal forgiveness.

5. *Disbursements*

During FY 2011, disbursements from the DWSIRLF to the various loan recipients totaled \$31,466,488 (See Exhibit 5 for a detailed breakdown of loan disbursements.) Of these disbursements, \$14,585,660 was made from State funds and \$16,880,829 was disbursed from federal funds. Of the disbursements made from Federal funds, \$5,079,088 was made from ARRA funds. Disbursements from the DWSIRLF administrative set-aside for program administration costs during FY-2011 totaled \$370,370. ARRA Administrative Setaside funds disbursed during the same timeframe were \$163,725. Administrative Fees disbursed for DWSIRLF program administration costs during FY 2011 totaled \$288,433.

**Figure 6: Historical Disbursements**



6. *Loan Amounts by Credit Rating*

The State of Mississippi does not perform a credit rating of Drinking Water SRF loan projects at this time. We do check to confirm that municipalities generate enough sales tax revenue to cover the amount of estimated monthly and semi-annual repayments which will be withheld by the State Tax Commission. Also, a financial capability analysis is performed on every project during the facilities planning phase. Loans are not made to systems that do not meet the State’s criteria.

ii. *Set-Aside Activity Status*

During the FY-2011, the DWSIRLF program utilized the available set-asides as outlined below to provide funds and services needed to help maintain safe drinking water for the citizens of the State of Mississippi.

1. *Administration*

DWSIRLF Administrative Expenses – The Program chose to not take the 4% administrative set-aside from the FY-2011 Capitalization Grant. However, it was decided to reserve the amount to be taken from a future capitalization grant. As was mentioned previously, the program has recently changed the method by which the administrative fee has historically been collected. Rather than collecting it during the loan award phase, it will now be collected during the repayment phase of all loans made during FY-2009 and future fiscal years. Implementing this new method requires reserved funds to assist in program operations until the FY-2009 projects begin repayments. The DWSIRLF will maintain these funds in reserve until the need arises to utilize them to cover the costs of administering the DWSIRLF Program. During FY-2011, \$370,370 was disbursed for program administration. In addition ARRA funds were disbursed in the amount of \$163,725

for administrative purposes. Further information concerning program administration is provided in Exhibit 1, Part 2.

2. *Small Systems Technical Assistance*

This set-aside activity is designed to provide, through contractual agreements, specifically targeted technical assistance to the State's public water systems. This technical assistance includes comprehensive and intermediate technical assistance, Hands-On Operator Training, and Coordination of Board Management Training. During FY-2011, The Local Governments and Rural Water System Improvement Board (Board) renewed the current contracts and approved the current scope of technical assistance for small water systems. The workplan objectives for FY-2011 and actual accomplishments are summarized below as defined in the revised workplan.

a. *Special Assistance to Referred Systems.*

Objectives: For the period October 1, 2010, through September 30, 2011, the objective was to provide on-site technical support to systems that were referred by Mississippi State Department of Health (MSDH) to resolve problems and deficiencies. Since this contract follows the state fiscal year the information listed will be separated into two different time periods. For the period of October 1, 2010 through June 30, 2011 (which ended one contract period), an equivalent of a least 16 long-term assistance projects must be performed with a minimum of at least 8 long-term assistance projects being performed, all chosen from a provided list of 20 small water systems. The contractor may elect to substitute intermediate projects for long-term assistance projects at a ratio of 2 intermediate projects to 1 long-term project. For the period July 1, 2011, through September 30, 2011, (the beginning period of a new contract year with the same contractor), an equivalent of a least 16 long-term assistance projects must be performed with a minimum of at least 8 long-term assistance projects being performed, all chosen from a list of 24 small water systems. The contractor may elect to substitute intermediate projects for long-term assistance projects at a ratio of 2 intermediate projects to 1 long-term project. Short-term or unplanned projects were still performed as needed.

Accomplishments: From October 1, 2010 to June 30, 2011, long-term technical assistance was provided under contract by Community Resources Group, Inc. (CRG) to 13 small community public water systems referred by MSDH. Intermediate assistance was provided to 15 public water systems. During the period of July 1, 2011, through September 30, 2011, long term assistance was begun to some of the 14 systems selected for long-term assistance. Intermediate assistance was provided to 9 public water systems. Monthly reports submitted by the contractor were used by MSDH to evaluate contractor activity and monitor progress made in attaining and maintaining essential technical capabilities of referred systems.

b. *Coordination of Board Management Training for Water System Officials.*

Objectives: This portion of technical assistance involves the coordination of the Board Management Training for Water System Officials. It helps to inform

newly elected water system board members of the state law requiring board management training for all private, non-profit water supplies. It also requires the training for municipal system with 10,000 population and less. The contractor, along with the selected training partners, provide trainings throughout the state for system officials. The contractor gathers the training data and maintains an up-to-date database to maintain the information. The objective for the period of October 1, 2010, through September 30, 2011, was for the contractor to attend a minimum of two training sessions per training provider to ensure that basic water system operation and management for governing boards and managers of small community water systems is provided according to MSDH's approved training manual. The training sessions must be conducted by approved organizations using training materials approved by the MSDH. This contract follows the state fiscal year and therefore the information shown here will span two different state fiscal years. Due to this fact, the information listed will be separated into two different time periods.

Accomplishments: During the period between October 1, 2010, and June 30, 2011, Mississippi State University Extension Service, the chosen contractor, successfully administrated the completion of 15 sessions to train 213 board members and managers in various technical and management skills necessary to effectively fulfill their duties. The accomplishments during the period between July 1, 2011, and September 30, 2011, include the completion of 4 sessions to train 6 board members and managers. Additional accomplishments included, but were not limited to, related activities such as: the establishment, distribution, and maintenance of a master calendar of training dates; the preparation and delivery of training material and notebooks in a timely manner to the training organization(s); the preparation of meeting facilities; providing qualified instructors and instruction as needed; the preparation and distribution of evaluation forms by attendees; random attendance at meetings to evaluate instructor(s) and material presented; the maintenance of a computerized database that tracks the attendance of each board member attending any board member training session(s); the preparation and distribution of reports for each training event and quarterly reports to both MSDH and Board members; and other related duties.

c. Hands-On Operator Training for Small Systems.

Objectives: The Hands-On Operator Training Program is designed to train existing certified operators for small systems through "hands-on" instruction of equipment and real water supply examples. A minimum of 12 "Hands-On Operator Training" sessions per calendar year using training materials approved by MSDH are to be performed. At a minimum one training session should be conducted each month. This contract follows the state fiscal year and therefore the information shown here will span two different state fiscal years. Because of this fact, the information listed will be separated into two different time periods.

Accomplishments: The Hands-On Operator Training program for the period between October 1, 2010, and June 30, 2011, provided 9 training sessions

attended by 167 licensed water operators representing 93 different water supplies. From July 1, 2011, to September 30, 2011, provided 5 training sessions attended by 34 licensed water operators representing 16 different water supplies.

d. PEER Review Program.

Objectives: The objectives of the peer review program between October 1, 2010, and September 30, 2011, were to train people to perform a peer review, advertise the peer review program and conduct a minimum of 12 peer reviews per calendar year using training materials approved by MSDH. At a minimum one peer review should be conducted each month. This contract follows the state fiscal year and therefore the information shown here will span two different state fiscal years. Because of this fact, the information listed will be separated into two different time periods.

Accomplishments: The accomplishments of the peer review program for the period between October 1, 2010, and June 30, 2011, were that new team members were trained and 19 peer reviews conducted. Reports are compiled and distributed to both MSDH and the Drinking Water SRF Board members. One (1) PEER Review was performed during the July 1, 2011 to September 30, 2011 timeframe.

The State set aside \$196,040 from the FY-2011 capitalization grant for small systems technical assistance activities. A total of \$263,659 was disbursed from funds remaining from previous cap grants during FY-2011 for small systems technical assistance activities. Additionally, \$139,552 was disbursed from ARRA funds for small systems technical assistance activities.

3. *State Program Management*

The State of Mississippi set aside \$980,200 of its FY-2011 capitalization grant to support the State Program Management activities of the MSDH Bureau of Public Water Supply. These activities include, but are not limited to, the Public Water Supply Supervision (PWSS) and Capacity Assessment Programs, which are further detailed below. During FY-2011, no disbursements were made from this set-aside. The entire amount of the set-aside will be expended in FY-2012. The workplan outlining the proposed expenditure of these funds in FY-2012 was previously approved by EPA, Region 4 during the 1<sup>st</sup> Quarter of FY-2011. During FY-2011, \$713,844 was disbursed for State Program Management activities from previous years' set-asides, including FY-2008 and FY-2009.

a. Public Water Supply Supervision (PWSS) Program

As stated in the FY-2011 IUP, activities supported by this program include 1) State Primacy Requirements, 2) Non-primacy Requirements, and 3) Auxiliary Services. The State Program Management set-aside funded 15 FTEs including salary, fringe, and indirect costs associated with the operation of this program.

b. Capacity Assessment

The capacity assessment program began July 1, 2000. It took the form of an assessment of the technical, managerial, and financial capacities performed during the water supply's annual inspection. Each year, the program undergoes a review by stakeholders and departmental staff to determine its effectiveness and whether changes are needed. Costs associated with the annual report preparation, mailings to the general public, and program planning are funded through the State Program Management set-aside.

4. *Local Assistance and Other State Programs*

The State of Mississippi chose to set-aside \$500,000 from the FY-2011 capitalization grant. This funding is to be used to support the wellhead protection program developing during FY-2011 to decommission and properly abandon inactive wells throughout the state. Since the delay in receiving the FY-2011 Capitalization Grant, no funds were disbursed from this set-aside.

#### **IV. Financial Summary**

A. Loan Completion Status

Since the Program's inception, 201 DWSIRLF projects totaling \$164.3 million have been completed. During FY-2011, 21 projects totaling \$26.4 million have been completed. Exhibit 10 lists the projects completed to date. Exhibit information includes: award date, interest rate, construction start and end dates, final inspection date, first repayment, estimated final repayment date, and initial loan amount.

B. Loan Disbursements/Cash Draw Proportionality

During FY-2011, disbursements from the DWSIRLF to the various loan recipients were approximately \$31.5 million (See Exhibit 5 and 12 for a quarterly breakdown of FY-2011 loan disbursements.) Of these disbursements, \$14.6 million was made from State funds and \$16.8 million was made from Federal funds, which includes \$5.1 million from ARRA funds. Mississippi has disbursed \$199.4 million since the Program's inception. Exhibit 5 outlines each loan-related federal Automated Clearing House (ACH) cash draw, and the cumulative federal/state proportionality ratio resulting from cash draw activities.

C. Administrative Disbursements

Since the Administrative set-aside amount was not taken from the FY-2011 Capitalization Grant, all funds were expended from the administrative reserve during the current year. Disbursements from the DWSIRLF administrative set-aside for program administration costs during FY 2011 totaled \$370,370. Administrative Fees disbursed for DWSIRLF program administration costs during FY 2011 totaled \$288,433.

D. Annual Repayments

As reflected by Exhibit 9, only one DWSIRLF Loan Recipient was delinquent on their loan repayments. They immediately made payment and are current. During FY-2011 \$10,093,087 was received in loan repayments

E. Investments

As outlined in the FY-2011 IUP, the Mississippi State Treasurer manages these funds in compliance with State investment practices. We monitor DWSIRLF investments monthly to confirm that the Treasurer credits interest to the DWSIRLF account in a timely fashion.

F. Audits/Financial Statements

A financial statement audit and a single audit of the DWSIRLF Program were performed for FY-2011, based on the State FY-2011 (July 1, 2010 through June 30, 2011). Windham and Lacy, PLLC, a local CPA firm, performed these audits. The audit report revealed a single finding related to an error made in the Mississippi State Department of Health's Finance Department's Generally Accepted Accounting Procedures Report (GAAP). Correction of this finding is out of the purview of the DWSIRLF. A copy of the Audit Report is included as Attachment I. The audited financial statements are current through FY-2011 with comparative data from FY-2010. The Balance Sheet and the Statement of Revenues, Expenditures, and Changes in Fund Balance are included and shown on Pages 3 and 4 of Attachment 1, respectively.

**V. Program Changes**

A. Comparison with the Intended Use Plan (IUP)

The Annual Report reflects the following changes from the FY-2011 IUP as amended. In FY-2011, \$20,169,446 was obligated to projects through new loan awards. All projects ready to proceed were extended a loan offer. Two of the original twelve projects listed from both the Priority List and Planning list chose not to proceed in FY-2011. The 10 remaining projects amounted to \$20,169,446. A total of 28 loan amendments (increases/decreases) were processed during FY-2011 totaling a net of -\$1,661,523. Amendment details are outlined in Exhibit 1, Part 3.

B. Modification of Goals and Objectives

As mentioned previously, many of the outlined goals found in the FY-2011 IUP were not met or were pursued without significant progress. The continued interruption of normal activities by the arrival of ARRA funds with many new requirements has resulted in an increased workload which overrode any meaningful progress toward these goals. It is our hope that progress will be made in the next fiscal year toward meeting the stated goals, provided no unforeseen complications arise.

C. Modifications of the Program

As mentioned in the 2010 Annual Report, appropriate revisions to the Operating Agreement and state regulations have been made. During the FY-2011 year necessary modifications were made to the Program on an as-needed basis to accommodate the increased grant provisions.

D. Long and Short-Term Goals for Future IUP's

-Continue to refine the DWSIRLF Loan Program to make it more attractive to the State's public water systems, as well as their consulting engineers.

-Assist applicants in addressing capacity assessment deficiencies found during annual inspections through solutions afforded by the use of the technical assistance set-aside contracts.

-Complete development of a web-based system for tracking DWSIRLF and Bureau of Public Water Supply projects that will allow access to consulting engineers, contractors, and loan recipients to monitor comment/approval status of their projects.

-Develop procedures to speed up the comment/approval process for the various components of the loan program.

-Maintain reasonable priorities and procedures which will help meet the long-term Drinking Water Improvement goals of the Board and the Loan Program by insuring that all available funds are used to the greatest benefit of the citizens of the State.

-Develop a method to encourage construction of fluoridation treatment facilities by water supplies not currently providing that health benefit.

## **VI. Compliance with Operating Agreement and Grant Conditions**

The following conditions have been met as described in the Operating Agreement or the Capitalization Grant Agreement:

- Agreement to Accept Payments
- State Laws and Procedures
- State Accounting and Auditing Procedures
- Recipient Accounting and Auditing Procedures
- Use of the LOC/ACH Payments
- Annual or Biennial Report
- Annual Intended Use Plan
- Access to Records
- Annual Review
- Anti-lobbying
- Recycled Paper
- Hotel and Motel Fire Safety Act of 1990
- DWSIRLF Work Plans/Performance Policy
- MBE/WBE & Small Business Condition for SRF Recipients
- Debarment & Suspension
- EPA Participation

The following conditions have been met as described more fully below:

- Provide a State Match

The State of Mississippi deposited \$10,000,000 into the DWSIRLF for state match funds in FY-1997, \$5,000,000 in FY-2001, \$1,740,000 in FY-2005, \$4,003,000 in FY-2006, \$4,000,000 in FY-2008, and \$4,100,000 in FY-2011. As shown in Exhibit 3, this captures \$9,802,000 of the capitalization grant with an excess of \$683,920. A request for an



additional \$2.7 million is currently before the state legislature to provide additional state match to fully capture the FY-2012 Capitalization Grant as well as a portion of the future FY-2013 Capitalization Grant.

- Binding Commitments within One Year

The State of Mississippi entered into binding commitments to provide assistance from the DWSIRLF in amounts substantially exceeding the required 120% of each quarterly grant payment within one year after receipt of each quarterly grant payment. (Exhibit 4 illustrates the comparison of binding commitments to grant payments). The actual binding commitments through the fourth quarter of FY-2011 met the 120% requirement well in advance of the one-year timeframe.

- Expeditious and Timely Expenditure

The State of Mississippi has disbursed DWSIRLF funds in a timely and expeditious manner, providing disbursements totaling \$31,466,488 to loan recipients during FY-2011. Exhibit 1 indicates the schedules contained in the loan agreements for starting construction and initiating operation. DWSIRLF projects are moving in an expeditious and timely manner to start construction and complete projects within the loan agreement schedule. Program staff members monitor and enforce compliance with the loan agreement schedules to insure timely expenditure of funds.

- Eligible Activities of the DWSIRLF

Eligible Activities of the DWSIRLF are described in Section III of the IUP.

- Compliance with Federal Cross-Cutters

All FY-2011 projects met the requirements of the federal crosscutting laws and authorities. It is the intent of the State to require all projects to meet the cross-cutting requirements and thus bank the loan award amounts in excess of the federal capitalization grants toward meeting equivalency requirements as soon as possible.

- DBE Requirement

As mandated by Federal law, an overall fair share objective for projects financed by the State Revolving Fund was 4.7% MBE and 1.8% WBE for FY-2011. Due to the limitations of available MBE/WBEs within the state, the fair share objectives for Mississippi were negotiated to 3.1% MBE and 1.1% WBE. These goals were included as a condition in the FY-2011 DWSRF capitalization grant. The Standard Form 5700-52A provides documentation that the MBE participation achieved was 0.4% and the WBE participation achieved was 0.3%. While the figures are low during this fiscal year, we consistently doing our level best to encourage DBE involvement.

- Other Federal Authorities

The State of Mississippi and all recipients of DWSIRLF funds have complied with applicable federal authorities. Recipients of DWSIRLF assistance must agree to this condition as set forth in the loan agreement between the recipient and the State of Mississippi.

- State Environmental Review Process (SERP)

During FY-2011 the State of Mississippi conducted environmental reviews on all funded projects in accordance with the SERP. The staff determined that no Environmental Impact Statements were necessary; instead, the State issued either an Environmental Assessment and a Finding of No Significant Impact or a Categorical Exclusion for each project.

- Cash Draw Procedures

The State has drawn cash from the Federal Capitalization Grants in a manner consistent with the Capitalization Grant Agreements. In FY-2011, \$16,880,829 was drawn from the ACH for project funding. Of this amount, \$5,079,088 was disbursed from ARRA funds. A total of \$70,370 was disbursed from administrative set-aside funds, and \$163,725 from ARRA administrative set-aside funds. See Exhibits 5 and 6 for additional information regarding the DWSIRLF ACH payment schedule.

- Disbursement Schedule/Commitment

Exhibit 8 compares the actual Federal LOC disbursements made in FY-2011 to the disbursement projections submitted to EPA in the FY-2011 IUP.

- State's Attorney General Certification

During FY-2011 the State submitted the Attorney General's Certification along with the FY-2011 DWSIRLF Capitalization Grant Application.

- Administration Funding

Exhibit 1, Part 2 identifies the portion of the FY-2011 DWSIRLF Capitalization Grant which was set-aside to fund administration costs. Administrative fees received from loans in FY-2011 totaled \$188,513, which were captured via the Program's new Administrative Fee capture method.

- Attendance at EPA Approved/Sponsored Seminars

DWSIRLF staff members attended all EPA approved/sponsored seminars, workshops, conferences, etc., which were determined to be useful by the State.

- Annual Audit

A financial audit of the DWSIRLF Program was performed for State FY-2011. See Attachment 1.

- Technical Capability

Mississippi continues to manage the DWSIRLF Program with the same technical staff as was approved with the Operating Agreement, with the exception of minor personnel changes.

- Procedures to Assure Borrowers Have a Dedicated Source of Revenue

The State of Mississippi agrees that it shall determine whether or not an applicant has the ability to repay a loan, according to its terms and conditions, prior to making that loan. The State has developed EPA-approved criteria to evaluate an applicant's financial ability to repay the loan, in addition to paying for operation and maintenance costs, and other necessary expenses.

- Compliance with Small Business Administration Reauthorization and Amendment Act of 1988

Mississippi continues to await guidance from EPA regarding the actions needed to ensure compliance with this condition.

- Compliance with OMB Circulars A-87 and A-133

Mississippi continues to comply with the requirements of these circulars and the Single Audit Act Amendments of 1996 by having a single audit conducted each year. We are also insuring compliance of loan recipients by reviewing the single audit reports of any loan recipient who is subject to a single audit.



**EXHIBITS**



**Exhibit 1**

**Part 1: Projects Receiving DWSIRLF Financial Assistance in FY-2011**

**EXHIBIT 1**

**PART 1: NEW PROJECTS RECEIVING DWSRF FINANCIAL ASSISTANCE IN FFY 2011**

<b>NO.</b>	<b>PROJECT NAME COMMUNITIES SERVED</b>	<b>PROJECT NUMBER DWI-L</b>	<b>TOTAL ASSISTANCE AMOUNT</b>	<b>BINDING COMMITMENT DATE</b>	<b>CONSTR START DATE</b>	<b>INITIATE OPERATION DATE</b>	<b>DATE LOAN MATURES</b>	<b>* TYPE</b>	<b>INTEREST RATE ON LOAN</b>	<b>PF</b>
1	CORINTH, CITY OF	020002-07	\$5,000,000	4/26/2011	4/18/2011	12/16/2011	1/1/2032	L/SUB	1.95%	\$500,000
2	BATESVILLE, CITY OF	540002-01	\$1,007,500	9/30/2011	9/30/2011	8/20/2013	8/1/2033	L/SUB	1.95%	\$428,461
3	BEAVER MEADOW WATER ASSOC	310004-01	\$751,714	9/30/2011	9/30/2011	5/12/2013	4/10/2033	L/SUB	1.95%	\$394,854
4	BILOXI, CITY OF	240036-01	\$1,096,173	9/30/2011	6/26/2012	12/23/2012	4/23/2033	L/SUB	1.95%	\$0
5	JEFF DAVIS WATER ASSOC	810005-01	\$152,000	9/30/2011	9/24/2012	4/22/2013	4/1/2033	L/SUB	1.95%	\$49,441
6	LAUREL, CITY OF	340021-02	\$4,617,670	9/30/2011	12/23/2012	1/17/2014	1/1/2034	L/SUB	1.95%	\$500,000
7	TAYLORSVILLE WATER ASSOC	610028-01	\$948,144	9/30/2011	8/25/2012	9/24/2013	9/2/2033	L/SUB	1.95%	\$308,301
8	TUNICA, TOWN OF	720004-01	\$985,945	9/30/2011	9/24/2012	7/21/2013	7/1/2033	L/SUB	1.95%	\$500,000
9	WEST JACKSON COUNTY UTILITY DIST	300156-05	\$5,000,000	9/30/2011	6/26/2012	7/26/2013	7/1/2033	L/SUB	1.95%	\$0
10	YOUNG'S WATER & SEWER	220065-01	\$610,300	9/30/2011	6/26/2012	4/22/2013	4/1/2033	L/SUB	1.95%	\$259,543
<b>PART 1 TOTAL</b>			<b>\$20,169,446</b>							<b>\$2,940,600</b>

**Part 2: Program Administration**

<b>CAPITALIZATION GRANT</b>	<b>PROG. ADMIN. ASSISTANCE AMOUNT</b>
*2011 Administrative Setaside	\$0
<b>PART 2 TOTAL</b>	<b>\$0</b>

**Exhibit 1 (cont.)**

**Part 3: Assistance Amount Changes During FY2011**

LIST SORTED BY BINDING COMMITMENT DATE

	PROJECT NAME COMMUNITIES SERVED	PROJECT NUMBER DWI-	ASSISTANCE AMOUNT CHANGE	BINDING COMMITMENT DATE	CONSTRUCTION START DATE	INITIATE OPERATION DATE	DATE LOAN MATURES	* TYPE	INTEREST RATE ON LOAN
1	Adams County Water Association	H280062-05-2	-\$14,810	9/30/2009	2/8/2010	12/20/2010	12/7/2030	L	1.95%
2	Belzoni, City of	H280134-01-2	-\$2,605	9/30/2010	9/12/2011	4/9/2012	3/1/2032	L	1.95%
3	Belzoni, City of	L270001-02-1	\$11,543	9/30/2009	2/17/2010	2/12/2011	4/14/2031	L	1.95%
4	Caledonia, Town of	H280131-01-2	-\$187,666	9/25/2009	2/16/2010	2/10/2011	2/12/2031	L	1.95%
5	Clinton, City of	H280088-02-2	-\$41,356	9/30/2009	2/16/2010	12/21/2010	10/1/2030	L	1.95%
6	Culkin Water District	H280016-03-2	-\$65,366	9/30/2009	1/21/2010	11/12/2010	10/1/2030	L	1.95%
7	Foxworth Water & Sewer Association	L460005-01-1	-\$114,515	9/30/2010	6/1/2011	3/16/2012	11/1/2031	L	1.95%
8	Glade Water Works Association	H280130-01-2	-\$25,890	8/24/2009	2/22/2010	12/10/2010	11/11/2030	L	1.95%
9	Goss Water Association (dba Bunker Hill)	L460006-01-1	\$70,684	9/30/2010	5/25/2011	1/12/2012	12/1/2031	L	1.95%
10	Greenfield Water Association	H280040-04-2	-\$34,178	9/30/2009	2/26/2010	4/29/2011	3/1/2031	L	1.95%
11	Highway 28 Water Association	H280037-03-2	-\$25,936	9/30/2009	1/9/2010	5/24/2010	1/1/2031	L	1.95%
12	Hilldale Water District	H280048-05-2	-\$22,696	9/30/2009	3/1/2010	12/16/2010	12/7/2030	L	1.95%
13	Hilldale Water District	H280048-06-1	-\$253,034	9/30/2010	4/11/2011	4/8/2012	1/15/2032	L	1.95%
14	Laurel, City of	H280093-01-2	-\$652,635	9/15/2009	3/1/2010	3/16/2011	2/1/2031	L	1.95%
15	Lexie Water Association	L740004-01-1	-\$4,983	9/30/2009	5/2/2011	12/9/2011	10/1/2031	L	1.95%
16	New Hope Water Association	H280076-03-2	-\$18,628	9/30/2009	2/15/2010	12/8/2010	11/11/2030	L	1.95%
17	Newton, City of	H280140-01-2	-\$57,839	9/30/2009	2/16/2010	11/3/2010	9/1/2030	L	1.95%
18	Nicholson Water & Sewer Association	H280135-01-2	\$60,855	9/30/2009	2/16/2010	1/20/2011	1/1/2031	L	1.95%
19	Pearl, City of	H280055-05-2	-\$96,916	5/4/2007	9/5/2009	11/18/2010	11/1/2030	L	1.95%
20	Pearl, City of	H280055-04-2	-\$57,073	5/4/2007	7/30/2009	11/18/2010	12/1/2030	L	1.95%
21	Salem Water Association	H280138-01-2	-\$24,918	9/30/2009	2/15/2010	12/7/2010	11/11/2030	L	1.95%
22	Seminary, Town of	L160006-01-1	\$70,615	9/30/2010	6/23/2011	4/22/2012	4/1/2032	L	1.95%
23	South Newton Rural Water Association	L510010-01-1	\$8,406	7/16/2010	5/13/2011	6/16/2012	11/15/2031	L	1.95%
24	Southaven, City of	H280067-08-2	-\$48,666	9/30/2008	11/2/2009	1/5/2011	12/1/2030	L	1.95%
25	Southeast Rankin Water Association	H280030-02-2	-\$80,160	8/24/2009	9/5/2009	11/29/2010	10/1/2030	L	1.95%
26	Southwest Jones Water Association	H280126-01-2	-\$46,076	6/30/2008	6/3/2009	9/9/2010	8/1/2030	L	1.95%
27	West Marion Water Association	L460013-01-1	\$31,090	9/30/2010	5/23/2011	2/17/2012	2/1/2032	L	1.95%
28	Wheeler-Frankstown Water Association	H280137-01-2	-\$38,770	9/25/2009	3/12/2010	3/16/2011	2/1/2031	L	1.95%
<b>PART 3 TOTAL</b>			<b>-\$1,661,523</b>						
<b>GRAND TOTAL</b>			<b>\$18,507,923</b>						

\*L = Loan; I = Insurance; G = Guarantee; R = Refinance; A = Administration



**Exhibit 2      FY-2011 Binding Commitments by Quarter**

NO.	PROJECT NAME COMMUNITIES SERVED	PROJECT NUMBER DWI-L	ASSISTANCE AMOUNT	BINDING COMMITMENT DATE	BINDING COMMITMENTS				* TYPE
					QTR1	QTR2	QTR3	QTR 4	
1	CORINTH, CITY OF	020002-07	\$5,000,000	4/26/2011	\$0	\$0	\$5,000,000	\$0	L
2	BATESVILLE, CITY OF	540002-01	\$1,007,500	9/30/2011	\$0	\$0	\$0	\$1,007,500	L
3	BEAVER MEADOW WATER ASSOC	310004-01	\$751,714	9/30/2011	\$0	\$0	\$0	\$751,714	L
4	BILOXI, CITY OF	240036-01	\$1,096,173	9/30/2011	\$0	\$0	\$0	\$1,096,173	L
5	JEFF DAVIS WATER ASSOC	810005-01	\$152,000	9/30/2011	\$0	\$0	\$0	\$152,000	L
6	LAUREL, CITY OF	340021-02	\$4,617,670	9/30/2011	\$0	\$0	\$0	\$4,617,670	L
7	TAYLORSVILLE WATER ASSOC	610028-01	\$948,144	9/30/2011	\$0	\$0	\$0	\$948,144	L
8	TUNICA, TOWN OF	720004-01	\$985,945	9/30/2011	\$0	\$0	\$0	\$985,945	L
9	WEST JACKSON COUNTY UTILITY DISTRICT	300156-05	\$5,000,000	9/30/2011	\$0	\$0	\$0	\$5,000,000	L
10	YOUNG'S WATER & SEWER	220065-01	\$610,300	9/30/2011	\$0	\$0	\$0	\$610,300	L
<b>TOTALS</b>			<b>\$20,169,446</b>		<b>\$0</b>	<b>\$0</b>	<b>\$5,000,000</b>	<b>\$15,169,446</b>	

\*L = Loan; I = Insurance; G = Guarantee; R = Refinance; A = Administration

**Exhibit 3 Source of DWSIRLF Funds by Quarter During FY-2011**

SOURCE OF FUNDS	FY2011				FY 2011
	QTR 1	QTR 2	QTR 3	QTR 4	TOTALS
<b>LOC PAYMENTS*</b> (NO SETASIDES INCLUDED)					
FY 2011 GRANT	\$0	\$0	\$0	\$4,323,760	\$4,323,760
<b>STATE MATCH DEPOSITS**</b>					
FY 2011 GRANT REGULAR STATE MATCH REQUIRED	\$0	\$0	\$0	\$864,752	\$864,752
EXCESS STATE MATCH (as of 9/30/2011)***	\$0	\$0	\$0	\$683,920	\$683,920
<b>INTEREST EARNINGS FOR</b>					
STATE MATCH AND REPAYMENTS	\$184,479	\$154,696	\$159,025	\$147,118	\$645,318
LOAN REPAYMENTS	\$2,308,898	\$2,223,494	\$2,712,481	\$2,848,214	\$10,093,087
PENALTIES RECEIVED	\$0	\$0	\$0	\$0	\$0
<b>FY 2011 TOTALS</b>	<b>\$2,493,377</b>	<b>\$2,378,190</b>	<b>\$2,871,506</b>	<b>\$8,867,764</b>	<b>\$16,610,837</b>

\* The above figures reflect the state funds required to match all LOC deposits made directly to the SRF during **FY2011**; they do not reflect the match required for the setaside accounts.

\*\*This does not include state match for set-aside funds.

\*\*\*A \$10,000,000 deposit was made in FY'97; a \$5,000,000 deposit was made in FY'01; a \$1,740,000 deposit was made in FY'05; a \$4,003,000 deposit was made in FY'06; \$4,000,000 was received in FY'08; a total of \$4,100,000 (\$1,400,000 & \$2,700,000) was received in FY2011.

**Total State Match received through 9/30/11 \$28,159,080**

Total LOCs from the following Cap Grants received thru FY2011 including setasides	GRANT AMOUNT	% REQUIRED STATE MATCH	YEARLY STATE MATCH	CUMULATIVE		
				STATE MATCH REQUIRED	MATCH REC'D	MATCH BALANCE
FY'97 Cap Grant	\$16,474,200	X 20% =	\$3,294,840	\$3,294,840	\$10,000,000	\$6,705,160
FY'98 Cap Grant	\$8,271,700	X 20% =	\$1,654,340	\$4,949,180		\$5,050,820
FY'99 Cap Grant	\$8,669,500	X 20% =	\$1,733,900	\$6,683,080		\$3,316,920
FY'00 Cap Grant	\$9,010,100	X 20% =	\$1,802,020	\$8,485,100		\$1,514,900
FY'01 Cap Grant	\$9,047,400	X 20% =	\$1,809,480	\$10,294,580	\$5,000,000	\$4,705,420
FY'02 Cap Grant	\$8,052,500	X 20% =	\$1,610,500	\$11,905,080		\$3,094,920
FY'03 Cap Grant	\$8,004,100	X 20% =	\$1,600,820	\$13,505,900		\$1,494,100
FY'04 Cap Grant	\$8,303,100	X 20% =	\$1,660,620	\$15,166,520		-\$166,520
FY'05 Cap Grant	\$8,285,500	X 20% =	\$1,657,100	\$16,823,620	\$1,740,000	-\$83,620
FY'06 Cap Grant	\$8,229,300	X 20% =	\$1,645,860	\$18,469,480	\$4,003,000	\$2,273,520
FY'07 Cap Grant	\$8,229,000	X 20% =	\$1,645,800	\$20,115,280		\$627,720
FY'08 Cap Grant	\$8,146,000	X 20% =	\$1,629,200	\$21,744,480	\$4,000,000	\$2,998,520
FY'09 Cap Grant	\$8,146,000	X 20% =	\$1,629,200	\$23,373,680		\$1,369,320
FY09 ARRA Grant	\$19,500,000		\$0	\$23,373,680		\$1,369,320
FY'10 Cap Grant	\$14,125,000	X 20% =	\$2,825,000	\$26,198,680		-\$1,455,680
FY'11 Cap Grant	\$9,802,000	X 20% =	\$1,960,400	\$28,159,080	\$4,100,000	\$683,920
<b>TOTAL</b>	<b>\$160,295,400</b>			<b>\$28,159,080</b>	<b>\$28,843,000</b>	

**Exhibit 4 Binding Commitments by Qtr w/ Respect to Sch ACH Payments**

PROJECT NAME COMMUNITIES SERVED	LOAN NUMBER DWI-L	CONSTRUCTION START DATE	-----BINDING COMMITMENTS----- SUBSIDY/LOAN AMOUNT			
			QTR1	QTR2	QTR3	QTR4
1 CORINTH, CITY OF	020002-07	4/26/2011	\$0	\$0	\$5,000,000	\$0
2 BATESVILLE, CITY OF	540002-01	9/30/2011	\$0	\$0	\$0	\$1,007,500
3 BEAVER MEADOW WATER ASSOC	310004-01	9/30/2011	\$0	\$0	\$0	\$751,714
4 BILOXI, CITY OF	240036-01	9/30/2011	\$0	\$0	\$0	\$1,096,173
5 JEFF DAVIS WATER ASSOC	810005-01	9/30/2011	\$0	\$0	\$0	\$152,000
6 LAUREL, CITY OF	340021-02	9/30/2011	\$0	\$0	\$0	\$4,617,670
7 TAYLORSVILLE WATER ASSOC	610028-01	9/30/2011	\$0	\$0	\$0	\$948,144
8 TUNICA, TOWN OF	720004-01	9/30/2011	\$0	\$0	\$0	\$985,945
9 WEST JACKSON COUNTY UTILITY DISTRIC	300156-05	9/30/2011	\$0	\$0	\$0	\$5,000,000
10 YOUNG'S WATER & SEWER	220065-01	9/30/2011	\$0	\$0	\$0	\$610,300
SUBTOTAL			\$0	\$0	\$5,000,000	\$15,169,446
FY2011 REGULAR CAP GRANT PROGRAM ADMINISTRATION			\$0	\$0	\$0	\$0
2011 BINDING COMMITMENT TOTAL			\$0	\$0	\$5,000,000	\$15,169,446
*CUMULATIVE BINDING COMMITMENTS (FY1997 thru FY2011)		\$228,113,516	\$228,113,516	\$228,113,516	\$233,113,516	\$248,282,962
FY2010 FEDERAL LOC PAYMENT SCHEDULE			\$5,000,000	\$5,447,480	\$10,972,500	\$7,396,000
**CUMULATIVE FEDERAL LOC PAYMENTS AMOUNTS THROUGH 2010		\$103,013,978	\$108,013,978	\$113,461,458	\$124,433,958	\$131,829,958
***ACTUAL BINDING COMMITMENTS THROUGH FY2011 AS A % OF PAYMENT SCHEDULE AMOUNTS THROUGH FY2010			211%	201%	187%	188%

\* Includes only binding commitments for loan projects and administration through **FY2011**.

\*\*These figures do not include set-asides.

\*\*\*The above percentages compare the actual binding commitments through **FY2011** to the cumulative payment schedule amounts through **FY2010**.

Federal law allows one year after the payment schedule quarter to achieve the required 120%.

**Exhibit 5 Federal & State Disbursements**

	FISCAL YEAR 2011						
	CUM THRU FY 2010	QTR 1 FEDERAL / STATE	QTR 2 FEDERAL / STATE	QTR 3 FEDERAL / STATE	QTR 4 FEDERAL / STATE	FY 2011 CUMULATIVE	TOTAL
TOTAL DISBURSEMENTS (PROJECTS)	\$167,978,120	\$10,876,279	\$7,561,438	\$3,730,154	\$9,298,618	\$31,466,489	\$199,444,609
<b>2011 CUMULATIVE TOTAL</b>	N/A	\$10,876,279	\$18,437,717	\$22,167,871	\$31,466,489		
BEGIN BALANCE FED. FUNDS AVAIL.	N/A	\$18,198,864	\$10,371,359	\$3,755,519	\$5,015,795		
FED. LOC PMT. SCH. DEPOSITS	\$131,829,958	\$0	\$0	\$0	\$4,323,760	\$4,323,760	\$136,153,718
FED. DRAW FROM LOC (ACH DRAWS)	\$113,720,419	\$8,102,108	\$6,601,385	\$1,854,054	\$9,298,618	\$25,856,165	\$139,576,584
FEDERAL LOC AVAILABLE (END)	N/A	\$18,198,864	\$10,371,359	\$3,755,519	\$5,015,795		
STATE MATCH AND STATE FUNDS DRAWN FOR PMTS	\$54,132,946	\$2,774,171	\$960,053	\$1,876,100	\$8,975,336	\$14,585,660	\$68,718,606
<b>2011 CUMULATIVE STATE SHARE</b>	N/A	\$2,774,171	\$3,734,224	\$5,610,324	\$14,585,660		
CUM LOC / ACH DRAW AS % OF CUMULATIVE DISBURSEMENTS	67.70%	74.49%	87.30%	49.70%	100.00%	82.17%	69.98%

**Exhibit 6 Payment Schedule Actual & Projected Increase in the ACH**

GRANT YEAR	CUMULATIVE THRU FY2010 - 4 QTR - 9/30/10	FY2011				FY2012				TOTAL
		QTR 1	QTR 2	QTR 3	QTR 4	QTR 1	QTR 2	QTR 3	QTR 4	
1997 GRANT	\$13,838,328	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$13,838,328
1998 GRANT	\$7,775,398	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$7,775,398
1999 GRANT	\$7,881,174	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$7,881,174
2000 GRANT	\$8,169,494	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$8,169,494
2001 GRANT	\$8,154,556	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$8,154,556
2002 GRANT	\$7,169,350	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$7,169,350
2003 GRANT	\$7,244,018	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$7,244,018
2004 GRANT	\$7,306,728	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$7,306,728
2005 GRANT	\$6,959,820	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$6,959,820
2006 GRANT	\$6,912,612	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$6,912,612
2007 GRANT	\$6,912,360	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$6,912,360
2008 GRANT	\$6,842,640	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$6,842,640
2009 GRANT	\$7,168,480	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$7,168,480
2009 ARRA GRANT	\$17,347,500	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$17,347,500
2010 GRANT **	\$12,147,500	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$12,147,500
2011 GRANT	\$0	\$0	\$0	\$0	\$4,323,760	\$3,802,000	\$0	\$0	\$0	\$8,125,760
<b>TOTALS</b>	<b>\$131,829,958</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$4,323,760</b>	<b>\$3,802,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$139,955,718</b>
<b>CUM PAYMENTS</b>	<b>\$131,829,958</b>	<b>\$131,829,958</b>	<b>\$131,829,958</b>	<b>\$131,829,958</b>	<b>\$136,153,718</b>	<b>\$139,955,718</b>	<b>\$139,955,718</b>	<b>\$139,955,718</b>	<b>\$139,955,718</b>	<b>\$139,955,718</b>

\*Above amounts are Federal Cap Grant payments designated for loan projects only, and do not reflect set-aside funding.

\*\* A Final Amendment #2 to the FY-2010 IUP was submitted on 2-14-11 which changed the payment schedule to what is indicated above.

YEARLY CAP GRANT SETASIDES	SS TECH STATE			OTHER STATE PROGRAMS	SETASIDE TOTALS
	ADMIN	ASSIST	PROGRAM MGT		
FFY1997	\$658,968	\$329,484	\$0	\$1,647,420	\$2,635,872
FFY1998	\$330,868	\$165,434	\$0	\$0	\$496,302
FFY1999	\$346,780	\$173,390	\$268,156	\$0	\$788,326
FFY2000	\$360,404	\$180,202	\$300,000	\$0	\$840,606
FFY2001	\$361,896	\$180,948	\$350,000	\$0	\$892,844
FFY2002	\$322,100	\$161,050	\$400,000	\$0	\$883,150
FFY2003	\$0	\$160,082	\$600,000	\$0	\$760,082
FFY2004	\$0	\$166,062	\$830,310	\$0	\$996,372
FFY2005	\$331,420	\$165,710	\$828,550	\$0	\$1,325,680
FFY2006	\$329,172	\$164,586	\$822,930	\$0	\$1,316,688
FFY2007	\$329,160	\$164,580	\$822,900	\$0	\$1,316,640
FFY2008	\$325,840	\$162,920	\$814,600	\$0	\$1,303,360
FFY2009	\$0	\$162,920	\$814,600	\$0	\$977,520
FFY2009ARRA	\$300,000	\$390,000	\$1,462,500	\$0	\$2,152,500
FFY2010	\$282,500	\$282,500	\$1,412,500	\$0	\$1,977,500
FFY2011	\$0	\$196,040	\$980,200	\$500,000	\$1,676,240
<b>TOTALS</b>	<b>\$4,279,108</b>	<b>\$3,205,908</b>	<b>\$10,707,246</b>	<b>\$2,147,420</b>	<b>\$20,339,682</b>

**Exhibit 7 DWSIRLF Project Financial Report**

No.	Project Name	Project # / Amendmend	Award Date	Int. %	Initial Loan Amount	Amendment No. 1	Amendement No. 2	Final Amendment	Loan Amount Before Int. Added	Interest Accrued/Added to Principal	Final Principal
<b>1997</b>											
1	ACL W/A	DWI-L610001-01-1	09/19/97	4.5	\$297,465.00	\$0.00	\$0.00	-\$13,317.00	\$284,148.00	\$2,602.00	\$286,750.00
2	Bear Creek W/A	DWI-L450002-01-2	08/26/97	4.5	\$997,500.00	-\$13,648.00	\$0.00	-\$92,085.00	\$891,767.00	\$9,794.00	\$901,561.00
3	Cedar Grove Harmony W/A	DWI-L460002-01-2	09/30/97	4.5	\$296,179.00	-\$4,448.00	\$0.00	-\$2,919.00	\$288,812.00	\$10,369.00	\$299,181.00
4	Columbus, City of	DWI-L440003-01-2	09/30/97	4.5	\$996,626.00	-\$411,003.00	\$0.00	-\$48,773.00	\$536,850.00	\$3,250.00	\$540,100.00
5	Diberville W/S	DWI-L240002-01-1	08/12/97	4.5	\$659,318.00	\$0.00	\$0.00	-\$78,289.00	\$581,029.00	\$2,061.00	\$583,090.00
6	Double Ponds W/A	DWI-L330003-01-2	09/30/97	4.5	\$593,428.00	\$0.00	\$0.00	\$76,966.00	\$670,394.00	\$11,944.00	\$682,338.00
7	Fannin W/A	DWI-L610008-01-1	09/30/97	4.5	\$638,958.00	\$0.00	\$0.00	-\$46,166.00	\$592,792.00	\$8,679.00	\$601,471.00
8	Leesburg W/A	DWI-L610013-01-2	09/30/97	4.5	\$292,950.00	-\$10,020.00	\$0.00	-\$23,380.00	\$259,550.00	\$2,930.00	\$262,480.00
9	Long Beach, City of	DWI-L240005-01-3	09/30/97	4.5	\$900,271.00	-\$2,301.00	\$0.00	-\$22,856.00	\$875,114.00	\$13,424.00	\$888,538.00
10	Long Beach, City of	DWI-L240005-02-3	09/30/97	4.5	\$310,659.00	\$43,125.00	\$0.00	-\$609.00	\$353,175.00	\$4,948.00	\$358,123.00
11	Magnolia, City of	DWI-L570005-01-2	09/22/97	4.5	\$1,000,000.00	\$0.00	\$0.00	-\$313,514.00	\$686,486.00	\$15,812.00	\$702,298.00
12	Magnolia, City of	DWI-L570005-02-2	09/22/97	4.5	\$1,000,000.00	\$0.00	\$0.00	-\$131,879.00	\$868,121.00	\$21,446.00	\$889,567.00
13	Mt. Gilead Improve W/A	DWI-L460012-01-2	09/30/97	4.5	\$385,875.00	\$0.00	\$0.00	-\$138,389.00	\$247,486.00	\$4,728.00	\$252,214.00
14	North District 1 W/A	DWI-L490006-01-2	09/30/97	4.5	\$151,725.00	\$30,213.00	\$0.00	-\$9,063.00	\$172,875.00	\$1,587.00	\$174,462.00
15	Pleasant Hill W/A	DWI-L170016-01-2	06/27/97	4.5	\$887,366.00	\$0.00	\$0.00	-\$68,488.00	\$818,878.00	\$7,733.00	\$826,611.00
16	Progress Community W/A	DWI-L370008-01-2	09/10/97	4.5	\$615,300.00	\$216,816.00	\$0.00	-\$150,893.00	\$681,223.00	\$13,774.00	\$694,997.00
17	Thomasville W/A	DWI-L610029-01-2	07/21/97	4.5	\$274,050.00	-\$32,124.00	\$0.00	-\$8,975.00	\$232,951.00	\$1,546.00	\$234,497.00
<b>1997 Totals :</b>					<b>\$10,297,670.00</b>	<b>-\$183,390.00</b>	<b>\$0.00</b>	<b>-\$1,072,629.00</b>	<b>\$9,041,651.00</b>	<b>\$136,627.00</b>	<b>\$9,178,278.00</b>
<b>Cum. FY: 1997 - 1997</b>					<b>\$10,297,670.00</b>	<b>-\$183,390.00</b>	<b>\$0.00</b>	<b>-\$1,072,629.00</b>	<b>\$9,041,651.00</b>	<b>\$136,627.00</b>	<b>\$9,178,278.00</b>

**Exhibit 7 DWSIRLF Project Financial Report (cont.)**

No.	Project Name	Project # / Amendment	Award Date	Int. %	Initial Loan Amount	Amendment No. 1	Amendment No. 2	Final Amendment	Loan Amount Before Int. Added	Interest Accrued/Added to Principal	Final Principal
<b>1998</b>											
1	Bunker Hill W/A	DWI-L460001-01-1	09/15/98	4	\$142,289.00	\$0.00	\$0.00	-\$1,139.00	\$141,150.00	\$380.00	\$141,530.00
2	Culkin Water District	DWI-L750002-01-2	01/30/98	4	\$375,378.00	\$523,447.00	\$0.00	-\$78,307.00	\$820,518.00	\$5,360.00	\$825,878.00
3	East Leflore Water & Sewer	DWI-L420010-01-1	09/18/98	4	\$298,920.00	\$0.00	\$0.00	-\$2,348.00	\$296,572.00	\$4,983.00	\$301,555.00
4	East Lowndes W/A	DWI-L440005-01-2	05/05/98	4	\$920,600.00	-\$6,969.00	\$0.00	-\$37,061.00	\$876,570.00	\$11,411.00	\$887,981.00
5	Marion, Town of	DWI-L380101-01-2	09/30/98	4	\$620,414.00	\$113,842.00	\$0.00	-\$38,248.00	\$696,008.00	\$13,056.00	\$709,064.00
6	NE MS Regional W/S	DWI-L290019-01-2	05/18/98	4	\$1,000,000.00	\$0.00	\$0.00	-\$65,256.00	\$934,744.00	\$19,212.00	\$953,956.00
7	NE MS Regional W/S	DWI-L290019-02-1	08/24/98	4	\$868,814.00	\$0.00	\$0.00	-\$22,692.00	\$846,122.00	\$16,002.00	\$862,124.00
8	Pleasant Hill W/A	DWI-L170016-02-2	08/07/98	4	\$535,000.00	-\$45,805.00	\$0.00	-\$9,814.00	\$479,381.00	\$2,855.00	\$482,236.00
9	Yokena-Jeff Davis W/D	DWI-L750011-01-2	09/30/98	4	\$740,775.00	-\$22,775.00	\$0.00	-\$63,970.00	\$654,030.00	\$6,847.00	\$660,877.00
<b>1998 Totals :</b>					<b>\$5,502,190.00</b>	<b>\$561,740.00</b>	<b>\$0.00</b>	<b>-\$318,835.00</b>	<b>\$5,745,095.00</b>	<b>\$80,106.00</b>	<b>\$5,825,201.00</b>
<b>Cum. FY : 1997 - 1998</b>					<b>\$15,799,860.00</b>	<b>\$378,350.00</b>	<b>\$0.00</b>	<b>-\$1,391,464.00</b>	<b>\$14,786,746.00</b>	<b>\$216,733.00</b>	<b>\$15,003,479.00</b>

**Exhibit 7 DWSIRLF Project Financial Report (cont.)**

No.	Project Name	Project # / Amendmend	Award Date	Int. %	Initial Loan Amount	Amendment No. 1	Amendement No. 2	Final Amendment	Loan Amount Before Int. Added	Interest Accrued/Added to Principal	Final Principal
<b>1999</b>											
1	Bunker Hill W/A	DWI-L460001-02-1	09/30/99	3	\$50,972.00	\$0.00	\$0.00	-\$45,323.00	\$5,649.00	\$0.00	\$5,649.00
2	Center Ridge W/A	DWI-L650001-01-1	08/20/99	3	\$564,000.00	\$0.00	\$0.00	-\$26,868.00	\$537,132.00	\$4,891.00	\$542,023.00
3	Columbus, City of	DWI-L440003-02-2	09/10/99	3	\$718,952.00	\$27,047.00	\$0.00	-\$21,267.00	\$724,732.00	\$8,627.00	\$733,359.00
4	Diberville W/S	DWI-L240002-02-2	09/30/99	3	\$858,731.00	-\$439,376.00	\$0.00	-\$209.00	\$419,146.00	\$1,774.00	\$420,920.00
5	Greenfield W/A	DWI-L610011-01-2	03/01/99	3	\$322,000.00	-\$35,042.00	\$0.00	-\$12,175.00	\$274,783.00	\$614.00	\$275,397.00
6	Horn Lake, City of	DWI-L170022-01-2	07/01/99	3	\$1,000,000.00	\$0.00	\$0.00	\$500,000.00	\$1,500,000.00	\$9,556.00	\$1,509,556.00
7	Hub W/A	DWI-L460008-01-2	09/30/99	3	\$327,600.00	\$31,311.00	\$0.00	-\$35,956.00	\$322,955.00	\$1,953.00	\$324,908.00
8	Jayess Topeka Tilton W/A	DWI-L390001-01-1	09/30/99	3	\$324,192.00	\$0.00	\$0.00	-\$19,821.00	\$304,371.00	\$2,371.00	\$306,742.00
9	Langford W/A	DWI-L610012-01-2	04/19/99	3	\$378,998.00	\$0.00	\$0.00	\$34,396.00	\$413,394.00	\$928.00	\$414,322.00
10	NE MS Regional W/S	DWI-L290019-03-3	09/30/99	3	\$1,000,000.00	\$0.00	\$0.00	\$125,905.00	\$1,125,905.00	\$19,807.00	\$1,145,712.00
11	Pascagoula, City of	DWI-L300006-01-2	09/02/99	3	\$1,000,000.00	\$0.00	\$0.00	\$500,000.00	\$1,500,000.00	\$4,518.00	\$1,504,518.00
12	Pascagoula, City of	DWI-L300006-02-2	09/02/99	3	\$1,000,000.00	\$0.00	\$0.00	\$500,000.00	\$1,500,000.00	\$4,518.00	\$1,504,518.00
13	Pascagoula, City of	DWI-L300006-03-3	09/30/99	3	\$371,700.00	\$60,722.00	\$0.00	-\$48,438.00	\$383,984.00	\$0.00	\$383,984.00
14	Purvis, Town of	DWI-L370009-01-2	08/26/99	3	\$696,995.00	-\$20,027.00	\$0.00	-\$75,565.00	\$601,403.00	\$3,325.00	\$604,728.00
<b>1999 Totals :</b>					<b>\$8,614,140.00</b>	<b>-\$375,365.00</b>	<b>\$0.00</b>	<b>\$1,374,679.00</b>	<b>\$9,613,454.00</b>	<b>\$62,882.00</b>	<b>\$9,676,336.00</b>
<b>Cum. FY: 1997 - 1999</b>					<b>\$24,414,000.00</b>	<b>\$2,985.00</b>	<b>\$0.00</b>	<b>-\$16,785.00</b>	<b>\$24,400,200.00</b>	<b>\$279,615.00</b>	<b>\$24,679,815.00</b>



**Exhibit 7 DWSIRLF Project Financial Report (cont.)**

No.	Project Name	Project # / Amendmend	Award Date	Int. %	Initial Loan Amount	Amendment No. 1	Amendment No. 2	Final Amendment	Loan Amount Before Int. Added	Interest Accrued/Added to Principal	Final Principal
<b>2000</b>											
1	Algoma W/A	DWI-L580001-01-1	05/31/00	3	\$991,200.00	\$0.00	\$0.00	-\$247,008.00	\$744,192.00	\$19,974.00	\$764,166.00
2	Carthage, City of	DWI-L400001-01-2	09/29/00	3	\$584,837.00	\$89,126.00	\$0.00	-\$79,776.00	\$594,187.00	\$7,337.00	\$601,524.00
3	Eagle Lake Water District	DWI-L750003-01-1	09/29/00	3	\$359,101.00	\$0.00	\$0.00	-\$22,315.00	\$336,786.00	\$3,083.00	\$339,869.00
4	Gloster, Town of	DWI-L030003-01-2	09/29/00	3	\$262,500.00	\$0.00	\$0.00	-\$18,646.00	\$243,854.00	\$3,180.00	\$247,034.00
5	Hernando, Town of	DWI-L170009-01-2	08/25/00	3	\$891,870.00	-\$130,260.00	\$0.00	-\$15,516.00	\$746,094.00	\$5,992.00	\$752,086.00
6	Highway 98 East W/A	DWI-L460007-01-1	09/29/00	3	\$913,947.00	\$0.00	\$0.00	-\$78,214.00	\$835,733.00	\$9,638.00	\$845,371.00
7	Hilldale Water District	DWI-L750005-01-1	07/10/00	3	\$374,365.00	\$0.00	\$0.00	-\$5,862.00	\$368,503.00	\$3,144.00	\$371,647.00
8	Long Beach, City of	DWI-L240005-03-3	12/22/99	3	\$306,257.00	-\$1,070.00	\$0.00	-\$33,693.00	\$271,494.00	\$3,329.00	\$274,823.00
9	Mt. Gilead Improve W/A	DWI-L460012-02-2	09/29/00	3	\$85,313.00	-\$19,725.00	\$0.00	-\$4,775.00	\$60,813.00	\$281.00	\$61,094.00
10	NE MS Regional W/S	DWI-L290019-04-2	09/29/00	3	\$1,500,000.00	\$0.00	\$0.00	\$0.00	\$1,500,000.00	\$31,841.00	\$1,531,841.00
11	North Hinds W/A	DWI-L250009-01-1	07/14/00	3	\$666,070.00	\$0.00	\$0.00	\$0.00	\$666,070.00	\$4,376.00	\$670,446.00
12	Ocean Springs, City of	DWI-L300005-01-3	05/01/00	3	\$982,067.00	-\$334,258.00	\$0.00	-\$16,351.00	\$631,458.00	\$2,614.00	\$634,072.00
13	Olive Branch, City of	DWI-L170015-01-2	09/29/00	3	\$1,056,950.00	\$0.00	\$0.00	-\$249,310.00	\$807,640.00	\$11,621.00	\$819,261.00
14	Olive Branch, City of	DWI-L170015-02-2	09/29/00	3	\$1,441,184.00	-\$317,300.00	\$0.00	-\$10,225.00	\$1,113,659.00	\$7,464.00	\$1,121,123.00
15	Pleasant Hill W/A	DWI-L170016-03-2	07/07/00	3	\$698,250.00	-\$79,717.00	\$0.00	-\$1,000.00	\$617,533.00	\$8,979.00	\$626,512.00
16	Southwest Covington W/A	DWI-L160009-01-2	09/29/00	3	\$345,051.00	\$0.00	\$0.00	-\$7,030.00	\$338,021.00	\$2,091.00	\$340,112.00
17	Tri-Lake Rural W/A	DWI-L810010-01-2	07/10/00	3	\$278,522.00	\$30,318.00	\$0.00	-\$11,141.00	\$297,699.00	\$2,967.00	\$300,666.00
<b>2000 Totals :</b>					<b>\$11,737,484.00</b>	<b>-\$762,886.00</b>	<b>\$0.00</b>	<b>-\$800,862.00</b>	<b>\$10,173,736.00</b>	<b>\$127,911.00</b>	<b>\$10,301,647.00</b>
<b>Cum. FY : 1997 - 2000</b>					<b>\$36,151,484.00</b>	<b>-\$759,901.00</b>	<b>\$0.00</b>	<b>-\$817,647.00</b>	<b>\$34,573,936.00</b>	<b>\$407,526.00</b>	<b>\$34,981,462.00</b>

**Exhibit 7 DWSIRLF Project Financial Report (cont.)**

No.	Project Name	Project # / Amendment	Award Date	Int. %	Initial Loan Amount	Amendment No. 1	Amendment No. 2	Final Amendment	Loan Amount Before Int. Added	Interest Accrued/Added to Principal	Final Principal
<b>2001</b>											
1	Adams County W/A	DWI-L010009-01-2	08/30/01	3	\$950,691.00	-\$263,129.00	\$0.00	-\$41,939.00	\$645,623.00	\$4,231.00	\$649,854.00
2	Adams County W/A	DWI-L010009-02-2	08/30/01	3	\$1,124,211.00	\$0.00	\$0.00	-\$77,451.00	\$1,046,760.00	\$8,962.00	\$1,055,722.00
3	Bear Creek W/A	DWI-L450002-02-2	09/28/01	3	\$1,468,200.00	-\$557,553.00	\$0.00	-\$6,657.00	\$903,990.00	\$12,883.00	\$916,873.00
4	Bunker Hill W/A	DWI-L460001-03-1	09/25/01	3	\$280,983.00	\$0.00	\$0.00	\$59,529.00	\$340,512.00	\$3,214.00	\$343,726.00
5	Farmington W/A	DWI-L020003-01-2	08/27/01	3	\$877,109.00	-\$13,493.00	\$0.00	-\$19,877.00	\$843,739.00	\$8,728.00	\$852,467.00
6	Glendale Utility District	DWI-L180007-01-2	09/01/01	3	\$860,675.00	-\$21,779.00	\$0.00	-\$4,326.00	\$834,570.00	\$11,083.00	\$845,653.00
7	Gloster, Town of	DWI-L030003-02-2	08/31/01	3	\$328,125.00	-\$97,340.00	\$0.00	-\$11,925.00	\$218,860.00	\$1,690.00	\$220,550.00
8	Greenfield W/A	DWI-L610011-02-1	02/07/01	3	\$466,000.00	\$0.00	\$0.00	-\$4,887.00	\$461,113.00	\$5,632.00	\$466,745.00
9	Hernando, Town of	DWI-L170009-02-2	09/28/01	3	\$547,074.00	-\$122,286.00	\$0.00	-\$38,901.00	\$385,887.00	\$5,345.00	\$391,232.00
10	Highway 28 W/A	DWI-L640005-01-1	09/07/01	3	\$250,000.00	\$0.00	\$0.00	-\$6,992.00	\$243,008.00	\$1,842.00	\$244,850.00
11	Hilldale Water District	DWI-L750005-02-1	08/20/01	3	\$468,535.00	\$0.00	\$0.00	-\$11,278.00	\$457,257.00	\$4,838.00	\$462,095.00
12	Improve W/A	DWI-L740002-01-1	09/28/01	3	\$334,323.00	\$0.00	\$0.00	\$71,240.00	\$405,563.00	\$10,578.00	\$416,141.00
13	Leesburg W/A	DWI-L610013-02-2	09/28/01	3	\$756,677.00	-\$56,236.00	\$0.00	-\$18,640.00	\$681,801.00	\$11,145.00	\$692,946.00
14	New Hope W/A	DWI-L640008-01-2	09/28/01	3	\$416,602.00	-\$45,383.00	\$0.00	-\$11,751.00	\$359,468.00	\$4,008.00	\$363,476.00
15	North Carrollton, Town of	DWI-L080006-01-2	09/04/01	3	\$1,368,881.00	-\$95,167.00	\$0.00	-\$1,208.00	\$1,272,506.00	\$19,754.00	\$1,292,260.00
16	Pascagoula, City of	DWI-L300006-04-3	07/24/01	3	\$1,500,000.00	-\$352,567.00	\$0.00	-\$13,550.00	\$1,133,883.00	\$7,339.00	\$1,141,222.00
17	Pascagoula, City of	DWI-L300006-05-3	07/30/01	3	\$739,200.00	\$20,163.00	\$0.00	-\$41,007.00	\$718,356.00	\$8,960.00	\$727,316.00
18	Pascagoula, City of	DWI-L300006-06-3	07/30/01	3	\$1,500,000.00	\$0.00	\$0.00	\$0.00	\$1,500,000.00	\$24,037.00	\$1,524,037.00
19	Pearl, City of	DWI-L610017-01-1	09/28/01	3	\$508,030.00	\$0.00	\$0.00	-\$102,746.00	\$405,284.00	\$2,464.00	\$407,748.00
20	Pearl, City of	DWI-L610017-03-1	09/21/01	3	\$777,000.00	\$0.00	\$0.00	-\$44,325.00	\$732,675.00	\$8,028.00	\$740,703.00
21	Soso Community Water	DWI-L340020-01-2	06/22/01	3	\$276,231.00	-\$74,176.00	\$0.00	-\$27,600.00	\$174,455.00	\$1,952.00	\$176,407.00

**Exhibit 7 DWSIRLF Project Financial Report (cont.)**

No.	Project Name	Project # / Amendment	Award Date	Int. %	Initial Loan Amount	Amendment No. 1	Amendment No. 2	Final Amendment	Loan Amount Before Int. Added	Interest Accrued/Added to Principal	Final Principal
<b>2001</b>											
22	Southaven, City of	DWI-L170018-01-2	08/01/01	3	\$1,500,000.00	-\$114,955.00	\$0.00	-\$2,325.00	\$1,382,720.00	\$18,241.00	\$1,400,961.00
23	Southaven, City of	DWI-L170018-02-2	08/10/01	3	\$1,486,068.00	-\$122,650.00	\$0.00	-\$23,719.00	\$1,339,699.00	\$21,826.00	\$1,361,525.00
24	Southaven, City of	DWI-L170018-03-2	08/01/01	3	\$1,457,794.00	-\$204,710.00	\$0.00	-\$17,536.00	\$1,235,548.00	\$14,888.00	\$1,250,436.00
25	Starkville, City of	DWI-L530020-01-2	09/28/01	3	\$733,310.00	\$0.00	\$0.00	-\$112,758.00	\$620,552.00	\$8,295.00	\$628,847.00
26	Union W/A	DWI-L610030-01-2	01/19/01	3	\$340,000.00	\$14,000.00	\$0.00	-\$9,604.00	\$344,396.00	\$3,689.00	\$348,085.00
27	West Jackson Co. Utility Dist.	DWI-L300156-01-1	07/09/01	3	\$139,351.00	\$0.00	\$0.00	-\$16,782.00	\$122,569.00	\$491.00	\$123,060.00
28	West Point, City of	DWI-L130008-01-1	09/28/01	3	\$1,500,000.00	\$0.00	\$0.00	\$0.00	\$1,500,000.00	\$36,148.00	\$1,536,148.00
<b>2001 Totals :</b>					<b>\$22,955,070.00</b>	<b>-\$2,107,261.00</b>	<b>\$0.00</b>	<b>-\$537,015.00</b>	<b>\$20,310,794.00</b>	<b>\$270,291.00</b>	<b>\$20,581,085.00</b>
<b>Cum. FY : 1997 - 2001</b>					<b>\$59,106,554.00</b>	<b>-\$2,867,162.00</b>	<b>\$0.00</b>	<b>-\$1,354,662.00</b>	<b>\$54,884,730.00</b>	<b>\$677,817.00</b>	<b>\$55,562,547.00</b>

**Exhibit 7 DWSIRLF Project Financial Report (cont.)**

No.	Project Name	Project # / Amendment	Award Date	Int. %	Initial Loan Amount	Amendment No. 1	Amendment No. 2	Final Amendment	Loan Amount Before Int. Added	Interest Accrued/Added to Principal	Final Principal
<b>2002</b>											
1	ACL W/A	DWI-L610001-02-1	05/10/02	3.5	\$475,000.00	\$0.00	\$0.00	\$0.00	\$475,000.00	\$5,977.00	\$480,977.00
2	Adams County W/A	DWI-L010009-03-2	09/10/02	3.5	\$765,529.00	\$47,600.00	\$0.00	-\$32,019.00	\$781,110.00	\$11,763.00	\$792,873.00
3	Bear Creek W/A	DWI-L450002-03-2	06/27/02	3.5	\$968,096.00	-\$126,197.00	\$0.00	-\$42,670.00	\$799,229.00	\$9,225.00	\$808,454.00
4	Central Rankin W/A	DWI-L610081-01-1	02/15/02	3.5	\$204,500.00	\$0.00	\$0.00	-\$23,897.00	\$180,603.00	\$2,624.00	\$183,227.00
5	Cleary Heights WS&F Dist.	DWI-L610022-01-2	08/26/02	3.5	\$779,647.00	-\$8,368.00	\$0.00	-\$10,216.00	\$761,063.00	\$19,149.00	\$780,212.00
6	Clinton, City of	DWI-L250003-01-1	09/30/02	3.5	\$1,429,475.00	\$0.00	\$0.00	-\$300,721.00	\$1,128,754.00	\$28,607.00	\$1,157,361.00
7	Collinsville W/A	DWI-L380002-01-2	09/30/02	3.5	\$1,495,603.00	\$0.00	\$0.00	\$4,397.00	\$1,500,000.00	\$30,000.00	\$1,530,000.00
8	Corinth, City of	DWI-L020002-01-1	04/03/02	3.5	\$1,500,000.00	\$0.00	\$0.00	\$0.00	\$1,500,000.00	\$23,057.00	\$1,523,057.00
9	East Oxford W/A	DWI-L360006-01-2	07/25/02	3.5	\$660,000.00	-\$15,000.00	\$0.00	-\$27,373.00	\$617,627.00	\$14,919.00	\$632,546.00
10	Gautier, City of	DWI-L300300-01-2	09/30/02	3.5	\$1,466,757.00	\$0.00	\$0.00	-\$1,232.00	\$1,465,525.00	\$48,797.00	\$1,514,322.00
11	Hilldale Water District	DWI-L750005-03-1	05/24/02	3.5	\$199,190.00	\$0.00	\$0.00	-\$13,715.00	\$185,475.00	\$2,727.00	\$188,202.00
12	Hopewell W/A	DWI-L360008-01-1	09/06/02	3.5	\$362,000.00	\$0.00	\$0.00	-\$1,169.00	\$360,831.00	\$4,428.00	\$365,259.00
13	Horn Lake, City of	DWI-L170022-02-2	08/15/02	3.5	\$860,017.00	-\$5,297.00	\$0.00	-\$93,299.00	\$761,421.00	\$12,480.00	\$773,901.00
14	Ingomar W/A	DWI-L730003-01-2	08/13/02	3.5	\$949,534.00	-\$42,534.00	\$0.00	-\$33,809.00	\$873,191.00	\$14,268.00	\$887,459.00
15	J.P. Utility District	DWI-L340007-01-1	07/11/02	3.5	\$885,288.00	\$0.00	\$0.00	-\$7,182.00	\$878,106.00	\$18,451.00	\$896,557.00
16	Lewisburg W/A	DWI-L170011-01-2	09/16/02	3.5	\$1,294,569.00	\$38,881.00	\$0.00	-\$84,913.00	\$1,248,537.00	\$20,172.00	\$1,268,709.00
17	Liberty Hill W/A	DWI-L540012-01-1	06/01/02	3.5	\$269,855.00	\$0.00	\$0.00	-\$137,784.00	\$132,071.00	\$1,749.00	\$133,820.00
18	Magees Creek W/A	DWI-L740076-01-1	09/16/02	3.5	\$955,067.00	\$0.00	\$0.00	\$0.00	\$955,067.00	\$18,661.00	\$973,728.00
19	Mt. Comfort W/A	DWI-L070010-01-2	08/01/02	3.5	\$417,449.00	\$86,100.00	\$0.00	-\$62,792.00	\$440,757.00	\$23,236.00	\$463,993.00
20	Nesbit W/A	DWI-L170014-01-2	07/15/02	3.5	\$1,478,730.00	-\$103,840.00	\$0.00	-\$96,500.00	\$1,278,390.00	\$13,264.00	\$1,291,654.00
21	Oak Grove W/A	DWI-L340011-01-2	06/10/02	3.5	\$475,305.00	\$31,419.00	\$0.00	-\$34,586.00	\$472,138.00	\$6,593.00	\$478,731.00

**Exhibit 7 DWSIRLF Project Financial Report (cont.)**

No.	Project Name	Project # / Amendmend	Award Date	Int. %	Initial Loan Amount	Amendment No. 1	Amendment No. 2	Final Amendment	Loan Amount Before Int. Added	Interest Accrued/Added to Principal	Final Principal
<b>2002</b>											
22	Ocean Springs, City of	DWI-L300005-02-3	08/10/02	3.5	\$1,109,858.00	\$43,633.00	\$0.00	-\$111,717.00	\$1,041,774.00	\$13,044.00	\$1,054,818.00
23	Picayune Utilities, City of	DWI-L550004-01-1	05/14/02	3.5	\$325,994.00	\$0.00	\$0.00	-\$79,142.00	\$246,852.00	\$6,153.00	\$253,005.00
24	Starkville, City of	DWI-L530020-02-2	06/27/02	3.5	\$1,493,100.00	-\$143,002.00	\$0.00	-\$37,912.00	\$1,312,186.00	\$42,547.00	\$1,354,733.00
<b>2002 Totals :</b>					<b>\$20,820,563.00</b>	<b>-\$196,605.00</b>	<b>\$0.00</b>	<b>-\$1,228,251.00</b>	<b>\$19,395,707.00</b>	<b>\$391,891.00</b>	<b>\$19,787,598.00</b>
<b>Cum. FY : 1997 - 2002</b>					<b>\$79,927,117.00</b>	<b>-\$3,063,767.00</b>	<b>\$0.00</b>	<b>-\$2,582,913.00</b>	<b>\$74,280,437.00</b>	<b>\$1,069,708.00</b>	<b>\$75,350,145.00</b>

**Exhibit 7 DWSIRLF Project Financial Report (cont.)**

No.	Project Name	Project # / Amendment	Award Date	Int. %	Initial Loan Amount	Amendment No. 1	Amendment No. 2	Final Amendment	Loan Amount Before Int. Added	Interest Accrued/Added to Principal	Final Principal
<b>2003</b>											
1	Adams County W/A	DWI-L010009-04-2	05/16/03	4	\$749,460.00	-\$147,698.00	\$0.00	-\$107,671.00	\$494,091.00	\$6,417.00	\$500,508.00
2	Bear Creek W/A	DWI-L450002-04-2	08/29/03	4	\$1,500,000.00	-\$81,461.00	\$0.00	-\$29,008.00	\$1,389,531.00	\$30,908.00	\$1,420,439.00
3	Fisher Ferry Water District	DWI-L750004-01	06/15/03	4	\$1,500,000.00	\$0.00	\$0.00	\$0.00	\$1,500,000.00	\$49,387.00	\$1,549,387.00
4	Highway 28 W/A	DWI-L640005-02-2	05/09/03	4	\$267,981.00	-\$17,981.00	\$0.00	-\$10,739.00	\$239,261.00	\$1,334.00	\$240,595.00
5	Lewisburg W/A	DWI-L170011-02-2	05/30/03	4	\$825,195.00	-\$124,677.00	\$0.00	-\$28,111.00	\$672,407.00	\$7,791.00	\$680,198.00
6	Morton, City of	DWI-L620009-01-1	09/30/03	4	\$1,107,661.00	\$0.00	\$0.00	-\$3,848.00	\$1,103,813.00	\$23,748.00	\$1,127,561.00
7	Mt. Comfort W/A	DWI-L070010-02-1	04/07/03	4	\$450,000.00	\$0.00	\$0.00	-\$29,850.00	\$420,150.00	\$9,460.00	\$429,610.00
8	Olive Branch, City of	DWI-L170015-03-2	09/30/03	4	\$1,222,917.00	\$235,843.00	\$0.00	-\$117,694.00	\$1,341,066.00	\$9,469.00	\$1,350,535.00
9	Southaven, City of	DWI-L170018-04-2	05/30/03	4	\$1,499,983.00	-\$13,939.00	\$0.00	-\$73,159.00	\$1,412,885.00	\$12,283.00	\$1,425,168.00
10	Starkville, City of	DWI-L530020-03-2	05/07/03	4	\$1,420,419.00	\$79,581.00	\$0.00	-\$19,704.00	\$1,480,296.00	\$93,690.00	\$1,573,986.00
11	Tupelo, City of	DWI-L410015-01-2	05/05/03	4	\$1,251,600.00	-\$141,376.00	\$0.00	-\$74,284.00	\$1,035,940.00	\$26,173.00	\$1,062,113.00
12	Walls W/A	DWI-L170019-01-2	08/11/03	4	\$1,260,000.00	-\$86,250.00	\$0.00	-\$84,010.00	\$1,089,740.00	\$44,899.00	\$1,134,639.00
<b>2003 Totals :</b>					<b>\$13,055,216.00</b>	<b>-\$297,958.00</b>	<b>\$0.00</b>	<b>-\$578,078.00</b>	<b>\$12,179,180.00</b>	<b>\$315,559.00</b>	<b>\$12,494,739.00</b>
<b>Cum. FY: 1997 - 2003</b>					<b>\$92,982,333.00</b>	<b>-\$3,361,725.00</b>	<b>\$0.00</b>	<b>-\$3,160,991.00</b>	<b>\$86,459,617.00</b>	<b>\$1,385,267.00</b>	<b>\$87,844,884.00</b>

**Exhibit 7 DWSIRLF Project Financial Report (cont.)**

No.	Project Name	Project # / Amendment	Award Date	Int. %	Initial Loan Amount	Amendment No. 1	Amendment No. 2	Final Amendment	Loan Amount Before Int. Added	Interest Accrued/Added to Principal	Final Principal
<b>2004</b>											
1	Bear Creek W/A	DWI-L450002-05-2	09/30/04	2.5	\$1,310,000.00	\$44,431.00	\$0.00	-\$898,060.00	\$456,371.00	\$4,576.00	\$460,947.00
2	Corinth, City of	DWI-L020002-02-2	09/30/04	2.5	\$1,383,297.00	\$0.00	\$0.00	\$116,703.00	\$1,500,000.00	\$8,951.00	\$1,508,951.00
3	Corinth, City of	DWI-L020002-03-2	09/30/04	2.5	\$1,500,000.00	\$0.00	\$0.00	\$0.00	\$1,500,000.00	\$11,900.00	\$1,511,900.00
4	Fisher Ferry Water District	DWI-L750004-02-3	06/01/04	2.5	\$823,620.00	\$600,600.00	-\$37,668.00	-\$79,348.00	\$1,307,204.00	\$4,667.00	\$1,311,871.00
5	Hatley, Town of	DWI-L480008-01-2	01/05/04	2.5	\$1,150,000.00	\$182,226.00	\$0.00	-\$200,567.00	\$1,131,659.00	\$6,838.00	\$1,138,497.00
6	Hernando, Town of	DWI-L170009-03-2	07/15/04	2.5	\$666,034.00	-\$210,665.00	\$0.00	-\$534.00	\$454,835.00	\$1,600.00	\$456,435.00
7	Hilldale Water District	DWI-L750005-04-1	09/10/04	2.5	\$147,000.00	\$0.00	\$0.00	\$0.00	\$147,000.00	\$877.00	\$147,877.00
8	Lampton W/A	DWI-L460009-01-1	09/30/04	2.5	\$577,500.00	\$0.00	\$0.00	\$462,394.00	\$1,039,894.00	\$13,555.00	\$1,053,449.00
9	Lawrence Co. W/A	DWI-L390002-01-2	07/06/04	2.5	\$319,998.00	\$45,002.00	\$0.00	-\$2,694.00	\$362,306.00	\$8,277.00	\$370,583.00
10	Olive Branch, City of	DWI-L170015-04-1	06/11/04	2.5	\$1,480,233.00	\$0.00	\$0.00	-\$1,362,564.00	\$117,669.00	\$0.00	\$117,669.00
11	Starkville, City of	DWI-L530020-04-2	03/09/04	2.5	\$774,900.00	\$203,164.00	\$0.00	-\$59,479.00	\$918,585.00	\$15,097.00	\$933,682.00
<b>2004 Totals :</b>					<b>\$10,132,582.00</b>	<b>\$864,758.00</b>	<b>-\$37,668.00</b>	<b>-\$2,024,149.00</b>	<b>\$8,935,523.00</b>	<b>\$76,338.00</b>	<b>\$9,011,861.00</b>
<b>Cum. FY : 1997 - 2004</b>					<b>\$103,114,915.00</b>	<b>-\$2,496,967.00</b>	<b>-\$37,668.00</b>	<b>-\$5,185,140.00</b>	<b>\$95,395,140.00</b>	<b>\$1,461,605.00</b>	<b>\$96,856,745.00</b>

**Exhibit 7 DWSIRLF Project Financial Report (cont.)**

No.	Project Name	Project # / Amendment	Award Date	Int. %	Initial Loan Amount	Amendment No. 1	Amendment No. 2	Final Amendment	Loan Amount Before Int. Added	Interest Accrued/Added to Principal	Final Principal
<b>2005</b>											
1	ACL W/A	DWI-L610001-03-2	09/30/05	2.5	\$336,000.00	\$41,000.00	\$0.00	-\$4,911.00	\$372,089.00	\$0.00	\$372,089.00
2	Bear Creek W/A	DWI-L450002-06-2	08/05/05	2.5	\$1,500,000.00	\$0.00	\$0.00	-\$140.00	\$1,499,860.00	\$2,916.00	\$1,502,776.00
3	Bear Creek W/A	DWI-L450002-07-2	08/05/05	2.5	\$1,279,110.00	\$437,543.00	\$0.00	-\$175,521.00	\$1,541,132.00	\$23,110.00	\$1,564,242.00
4	Bear Creek W/A	DWI-L450002-08-2	07/18/05	2.5	\$1,058,400.00	\$0.00	\$0.00	\$343,530.00	\$1,401,930.00	\$12,223.00	\$1,414,153.00
5	Fisher Ferry Water District	DWI-L750004-03-2	09/30/05	2.5	\$156,975.00	\$119,943.00	\$0.00	-\$32,192.00	\$244,726.00	\$0.00	\$244,726.00
6	Greenfield W/A	DWI-L610011-03-1	05/25/05	2.5	\$570,000.00	\$0.00	\$0.00	-\$50,803.00	\$519,197.00	\$0.00	\$519,197.00
7	Lake Lorman W/A	DWI-L450017-01-2	08/25/05	2.5	\$995,400.00	\$137,335.00	\$0.00	-\$99,382.00	\$1,033,353.00	\$15,623.00	\$1,048,976.00
8	Morton, City of	DWI-L620009-02-1	09/30/05	2.5	\$113,400.00	\$0.00	\$0.00	-\$8,300.00	\$105,100.00	\$0.00	\$105,100.00
9	Mt. Comfort W/A	DWI-L070010-03-1	09/30/05	2.5	\$213,519.00	\$0.00	\$0.00	-\$205,519.00	\$8,000.00	\$0.00	\$8,000.00
10	Olive Branch, City of	DWI-L170015-05-3	05/12/05	2.5	\$1,255,517.00	\$242,750.00	\$0.00	-\$56,738.30	\$1,441,528.70	\$2,370.30	\$1,443,899.00
11	Southeast Rankin W/A	DWI-L610025-01-1	09/30/05	2.5	\$855,000.00	\$0.00	\$0.00	\$0.00	\$855,000.00	\$7,317.00	\$862,317.00
<b>2005 Totals :</b>					<b>\$8,333,321.00</b>	<b>\$978,571.00</b>	<b>\$0.00</b>	<b>-\$289,976.30</b>	<b>\$9,021,915.70</b>	<b>\$63,559.30</b>	<b>\$9,085,475.00</b>
<b>Cum. FY: 1997 - 2005</b>					<b>\$111,448,236.00</b>	<b>-\$1,518,396.00</b>	<b>-\$37,668.00</b>	<b>-\$5,475,116.30</b>	<b>\$104,417,055.70</b>	<b>\$1,525,164.30</b>	<b>\$105,942,220.00</b>



**Exhibit 7 DWSIRLF Project Financial Report (cont.)**

No.	Project Name	Project # / Amendment	Award Date	Int. %	Initial Loan Amount	Amendment No. 1	Amendment No. 2	Final Amendment	Loan Amount Before Int. Added	Interest Accrued/Added to Principal	Final Principal
<b>2006</b>											
1	Evergreen W/A	DWI-L610007-01-1	08/08/06	1.95	\$917,000.00	\$0.00	\$0.00	\$43,000.00	\$960,000.00	\$0.00	\$960,000.00
2	Fannin W/A	DWI-L610008-02-2	06/29/06	1.95	\$923,681.00	\$110,366.00	\$0.00	-\$78,257.00	\$955,790.00	\$9,174.00	\$964,964.00
3	Gautier, City of	DWI-L300004-01-2	09/29/06	1.95	\$683,387.00	\$0.00	\$0.00	\$43,752.00	\$727,139.00	\$13,100.00	\$740,239.00
4	Gautier, City of	DWI-L300004-02-1	09/29/06	1.95	\$470,475.00	\$0.00	\$0.00	-\$49,683.00	\$420,792.00	\$1,818.00	\$422,610.00
5	Northeast Copiah W/A	DWI-L150010-01-2	07/17/06	1.95	\$395,955.00	\$60,040.00	\$0.00	-\$3,909.00	\$452,086.00	\$0.00	\$452,086.00
6	Ocean Springs, City of	DWI-L300005-03-2	09/29/06	1.95	\$1,500,000.00	\$0.00	\$0.00	\$400,000.00	\$1,900,000.00	\$43,294.00	\$1,943,294.00
7	Ocean Springs, City of	DWI-L300005-04-2	09/29/06	1.95	\$1,354,500.00	-\$130,000.00	\$0.00	-\$196,797.00	\$1,027,703.00	\$1,642.00	\$1,029,345.00
8	Ocean Springs, City of	DWI-L300005-05-2	09/29/06	1.95	\$793,989.00	\$165,000.00	\$0.00	-\$128,724.00	\$830,265.00	\$5,446.00	\$835,711.00
9	Porterville W/A	DWI-L350006-01-2	09/29/06	1.95	\$1,000,000.00	\$0.00	\$0.00	\$90,000.00	\$1,090,000.00	\$54,137.00	\$1,144,137.00
10	Tupelo, City of	DWI-L410015-02-2	05/22/06	1.95	\$643,335.00	-\$93,869.00	\$0.00	-\$45,846.00	\$503,620.00	\$1,919.00	\$505,539.00
11	Walls W/A	DWI-L170019-02-2	09/15/06	1.95	\$1,499,715.00	\$144,800.00	\$0.00	-\$68,600.00	\$1,575,915.00	\$23,713.00	\$1,599,628.00
12	Walls W/A	DWI-L170019-03-2	09/15/06	1.95	\$1,097,775.00	-\$8,390.00	\$0.00	-\$48,430.00	\$1,040,955.00	\$0.00	\$1,040,955.00
13	West Jackson Co. Utility Dist.	DWI-L300156-04-2	09/29/06	1.95	\$486,990.00	\$265,645.00	\$0.00	-\$38,600.00	\$714,035.00	\$5,058.00	\$719,093.00
<b>2006 Totals :</b>					<b>\$11,766,802.00</b>	<b>\$513,592.00</b>	<b>\$0.00</b>	<b>-\$82,094.00</b>	<b>\$12,198,300.00</b>	<b>\$159,301.00</b>	<b>\$12,357,601.00</b>
<b>Cum. FY : 1997 - 2006</b>					<b>\$123,215,038.00</b>	<b>-\$1,004,804.00</b>	<b>-\$37,668.00</b>	<b>-\$5,557,210.30</b>	<b>\$116,615,355.70</b>	<b>\$1,684,465.30</b>	<b>\$118,299,821.00</b>

**Exhibit 7 DWSIRLF Project Financial Report (cont.)**

No.	Project Name	Project # / Amendment	Award Date	Int. %	Initial Loan Amount	Amendment No. 1	Amendment No. 2	Final Amendment	Loan Amount Before Int. Added	Interest Accrued/Added to Principal	Final Principal
<b>2007</b>											
1	Center Ridge W/A	DWI-L650001-02-2	02/27/07	1.95	\$428,000.00	\$87,000.00	\$0.00	-\$47,086.00	\$467,914.00	\$0.00	\$467,914.00
2	Columbus, City of	DWI-L440003-03-1	08/10/07	1.95	\$542,934.00	\$0.00	\$0.00	-\$46,990.00	\$495,944.00	\$2,127.00	\$498,071.00
3	Culkin Water District	DWI-L750002-02-2	07/13/07	1.95	\$2,380,540.00	-\$899,303.00	\$0.00	-\$229,197.00	\$1,252,040.00	\$5,092.00	\$1,257,132.00
4	Hattiesburg-Laurel Regional Airport Autho	DWI-L340031-01-2	09/28/07	1.95	\$94,190.00	-\$6,335.00	\$0.00	-\$1,865.00	\$85,990.00	\$0.00	\$85,990.00
5	Hotophia W/A	DWI-L540009-01-2	02/23/07	1.95	\$451,500.00	\$134,485.00	\$0.00	-\$23,785.00	\$562,200.00	\$7,302.00	\$569,502.00
6	Hub W/A	DWI-L460008-02-2	09/28/07	1.95	\$557,812.00	\$208,676.00	\$0.00	-\$42,865.00	\$723,623.00	\$8,912.00	\$732,535.00
7	Louin, Town of	DWI-L310007-01-1	07/27/07	1.95	\$136,867.50	\$0.00	\$0.00	-\$40,249.50	\$96,618.00	\$415.00	\$97,033.00
8	Monterey W/A	DWI-L610016-01-2	09/28/07	1.95	\$1,050,000.00	\$125,000.00	\$0.00	-\$53,582.00	\$1,121,418.00	\$0.00	\$1,121,418.00
9	Morton, City of	DWI-L620009-03-2	09/28/07	1.95	\$867,473.00	\$84,361.00	\$0.00	-\$2,260.00	\$949,574.00	\$6,138.00	\$955,712.00
10	Moss Point, City of	DWI-L300008-01-2	08/31/07	1.95	\$1,155,000.00	\$283,600.00	\$0.00	-\$179,753.00	\$1,258,847.00	\$21,369.00	\$1,280,216.00
11	North Hinds W/A	DWI-L250009-02-2	01/16/07	1.95	\$771,000.00	\$55,000.00	\$0.00	-\$22,357.00	\$803,643.00	\$0.00	\$803,643.00
12	Pearl, City of	DWI-L610017-04-2	05/04/07	1.95	\$763,980.00	\$71,220.00	\$0.00	-\$57,073.00	\$778,127.00	\$18,195.00	\$796,322.00
13	Pearl, City of	DWI-L610017-05-2	05/04/07	1.95	\$1,500,000.00	\$432,000.00	\$0.00	-\$96,916.00	\$1,835,084.00	\$30,049.00	\$1,865,133.00
14	Raymond, City of	DWI-L250020-01-2	09/28/07	1.95	\$534,120.00	-\$39,984.00	\$0.00	-\$35,435.00	\$458,701.00	\$2,967.00	\$461,668.00
15	Southaven, City of	DWI-L170018-05-2	09/07/07	1.95	\$1,897,459.00	-\$1,078,187.00	\$0.00	-\$9.00	\$819,263.00	\$13,375.00	\$832,638.00
16	Southaven, City of	DWI-L170018-06-2	09/07/07	1.95	\$1,477,613.00	\$658,380.00	\$0.00	-\$72,556.00	\$2,063,437.00	\$33,444.00	\$2,096,881.00
17	West Jackson Co. Utility Dist.	DWI-L300156-03-2	01/19/07	1.95	\$1,280,265.00	\$224,800.00	\$0.00	-\$275,389.00	\$1,229,676.00	\$4,200.00	\$1,233,876.00
<b>2007 Totals :</b>					<b>\$15,888,753.50</b>	<b>\$340,713.00</b>	<b>\$0.00</b>	<b>-\$1,227,367.50</b>	<b>\$15,002,099.00</b>	<b>\$153,585.00</b>	<b>\$15,155,684.00</b>
<b>Cum. FY : 1997 - 2007</b>					<b>\$139,103,791.50</b>	<b>-\$664,091.00</b>	<b>-\$37,668.00</b>	<b>-\$6,784,577.80</b>	<b>\$131,617,454.70</b>	<b>\$1,838,050.30</b>	<b>\$133,455,505.00</b>

**Exhibit 7 DWSIRLF Project Financial Report (cont.)**

No.	Project Name	Project # / Amendment	Award Date	Int. %	Initial Loan Amount	Amendment No. 1	Amendment No. 2	Final Amendment	Loan Amount Before Int. Added	Interest Accrued/Added to Principal	Final Principal
<b>2008</b>											
1	Billys Creek W/A	DWI-L810015-01-2	09/30/08	1.95	\$498,645.00	\$16,830.00	\$0.00	-\$387,005.00	\$128,470.00	\$0.00	\$128,470.00
2	Corinth, City of	DWI-L020002-04-1	09/30/08	1.95	\$19,351,500.00	\$0.00	\$0.00	\$5,400,000.00	\$24,751,500.00	\$0.00	\$24,751,500.00
3	Days W/A	DWI-L170005-01-1	05/16/08	1.95	\$1,492,050.00	\$0.00	\$0.00	-\$1,403,020.00	\$89,030.00	\$0.00	\$89,030.00
4	Langford W/A	DWI-L610012-02-2	06/16/08	1.95	\$681,669.00	\$0.00	\$0.00	\$77,900.00	\$759,569.00	\$7,535.00	\$767,104.00
5	Mooreville Richmond W/A	DWI-L410001-01-2	09/30/08	1.95	\$1,496,397.00	-\$253,811.00	\$0.00	-\$53,080.00	\$1,189,506.00	\$3,540.00	\$1,193,046.00
6	New Hope W/A	DWI-L640008-02-2	06/30/08	1.95	\$217,035.00	\$12,650.00	\$0.00	-\$9,350.00	\$220,335.00	\$1,787.00	\$222,122.00
7	Ridgeland, City of	DWI-L450013-01-2	06/16/08	1.95	\$1,500,000.00	\$0.00	\$0.00	\$250,000.00	\$1,750,000.00	\$21,698.00	\$1,771,698.00
8	Southwest Jones W/A	DWI-L340019-01-2	06/30/08	1.95	\$1,941,451.00	-\$47,685.00	\$0.00	-\$46,076.00	\$1,847,690.00	\$23,602.00	\$1,871,292.00
9	Southaven, City of	DWI-L170018-07-2	09/30/08	1.95	\$2,123,862.00	-\$1,003,056.00	\$0.00	-\$46,092.00	\$1,074,714.00	\$7,424.00	\$1,082,138.00
10	Southaven, City of	DWI-L170018-08-2	09/30/08	1.95	\$1,477,613.00	\$373,450.00	\$0.00	-\$48,666.00	\$1,802,397.00	\$18,609.00	\$1,821,006.00
11	Sunrise Utility Assn.	DWI-L180013-01-2	06/30/08	1.95	\$584,481.00	\$113,161.00	\$0.00	-\$43,178.00	\$654,464.00	\$3,509.00	\$657,973.00
<b>2008 Totals :</b>					<b>\$31,364,703.00</b>	<b>-\$788,461.00</b>	<b>\$0.00</b>	<b>\$3,691,433.00</b>	<b>\$34,267,675.00</b>	<b>\$87,704.00</b>	<b>\$34,355,379.00</b>
<b>Cum. FY: 1997 - 2008</b>					<b>\$170,468,494.50</b>	<b>-\$1,452,552.00</b>	<b>-\$37,668.00</b>	<b>-\$3,093,144.80</b>	<b>\$165,885,129.70</b>	<b>\$1,925,754.30</b>	<b>\$167,810,884.00</b>

**Exhibit 7 DWSIRLF Project Financial Report (cont.)**

No.	Project Name	Project # / Amendment	Award Date	Int. %	Initial Loan Amount	Amendment No. 1	Amendment No. 2	Final Amendment	Loan Amount Before Int. Added	Interest Accrued/Added to Principal	Final Principal
<b>2009</b>											
1	Glade Water Work Assn.	DWI-L340005-01-2	08/24/09	1.95	\$1,264,713.00	\$41,363.00	\$0.00	-\$25,890.00	\$1,280,186.00	-\$308,666.00	\$971,520.00
2	ACL W/A	DWI-L610001-04-2	08/31/09	1.95	\$605,000.00	\$0.00	\$0.00	-\$28,608.00	\$576,392.00	-\$114,637.00	\$461,755.00
3	Adams County W/A	DWI-L010009-05-2	09/30/09	1.95	\$2,022,543.00	-\$1,002,039.00	\$0.00	-\$14,810.00	\$1,005,694.00	-\$899,185.00	\$106,509.00
4	Belzoni, City of	DWI-L270001-01-2	09/30/09	1.95	\$641,964.00	\$54,236.00	\$0.00	-\$2,605.00	\$693,595.00	-\$345,711.00	\$347,884.00
5	Caledonia, Town of	DWI-L440002-01-2	09/25/09	1.95	\$4,077,990.00	\$402,000.00	\$0.00	-\$187,666.00	\$4,292,324.00	-\$1,006,579.00	\$3,285,745.00
6	Clinton, City of	DWI-L250003-02-2	09/30/09	1.95	\$2,478,155.00	-\$382,058.00	\$0.00	-\$41,356.00	\$2,054,741.00	-\$196,813.00	\$1,857,928.00
7	Corinth, City of	DWI-L020002-05-1	09/30/09	1.95	\$9,547,000.00	\$0.00	\$0.00	\$0.00	\$9,547,000.00	-\$2,095,298.00	\$7,451,702.00
8	Culkin Water District	DWI-L750002-03-2	09/30/09	1.95	\$1,155,000.00	-\$89,159.00	\$0.00	-\$65,366.00	\$1,000,475.00	-\$170,621.00	\$829,854.00
9	Greenfield W/A	DWI-L610011-04-2	09/30/09	1.95	\$1,075,000.00	\$0.00	\$0.00	-\$34,178.00	\$1,040,822.00	-\$151,353.00	\$889,469.00
10	Highway 28 W/A	DWI-L640005-03-2	09/30/09	1.95	\$341,000.00	\$14,000.00	\$0.00	-\$25,936.00	\$329,064.00	-\$117,206.00	\$211,858.00
11	Hilldale Water District	DWI-L750005-05-2	09/30/09	1.95	\$1,498,523.00	-\$173,865.00	\$0.00	-\$22,696.00	\$1,301,962.00	-\$216,712.00	\$1,085,250.00
12	Hub W/A	DWI-L460008-03-2	09/30/09	1.95	\$562,500.00	\$0.00	\$0.00	\$375,355.00	\$937,855.00	-\$248,219.00	\$689,636.00
13	Laurel, City of	DWI-L340021-01-2	09/15/09	1.95	\$5,070,735.00	-\$1,772,970.00	\$0.00	-\$652,635.00	\$2,645,130.00	-\$1,756,814.00	\$888,316.00
14	New Hope W/A	DWI-L640008-03-2	09/30/09	1.95	\$553,000.00	-\$54,000.00	\$0.00	-\$18,628.00	\$480,372.00	-\$191,659.00	\$288,713.00
15	Newton, City of	DWI-L510009-01-2	09/30/09	1.95	\$638,060.00	\$423,583.00	\$0.00	-\$57,839.00	\$1,003,804.00	-\$218,277.00	\$785,527.00
16	Nicholson W/A	DWI-L550041-01-2	09/30/09	1.95	\$1,507,700.00	-\$457,648.00	\$0.00	-\$60,855.00	\$989,197.00	-\$521,388.00	\$467,809.00
17	Piney Woods CLS	DWI-L610015-01-2	08/24/09	1.95	\$521,000.00	\$0.00	\$0.00	-\$31,727.00	\$489,273.00	-\$280,757.00	\$208,516.00
18	Progress Community W/A	DWI-L370008-02-2	09/15/09	1.95	\$855,900.00	\$0.00	\$0.00	\$197,894.00	\$1,053,794.00	\$0.00	\$1,053,794.00
19	Southeast Rankin W/A	DWI-L610025-02-2	08/24/09	1.95	\$1,313,000.00	\$0.00	\$0.00	-\$80,160.00	\$1,232,840.00	-\$173,931.00	\$1,058,909.00
20	Salem W/A	DWI-L160005-01-2	09/30/09	1.95	\$435,750.00	-\$89,647.00	\$0.00	-\$24,918.00	\$321,185.00	-\$150,727.00	\$170,458.00
21	Wheeler-Frankstown W/A	DWI-L590014-01-2	09/25/09	1.95	\$1,182,200.00	-\$466,506.00	\$0.00	-\$38,770.00	\$676,924.00	-\$407,955.00	\$268,969.00

**Exhibit 7 DWSIRLF Project Financial Report (cont.)**

No.	Project Name	Project # / Amendmend	Award Date	Int. %	Initial Loan Amount	Amendment No. 1	Amendement No. 2	Final Amendment	Loan Amount Before Int. Added	Interest Accrued/Added to Principal	Final Principal	
<b>2009</b>												
					<b>2009 Totals :</b>	<b>\$37,346,733.00</b>	<b>-\$3,552,710.00</b>	<b>\$0.00</b>	<b>-\$841,394.00</b>	<b>\$32,952,629.00</b>	<b>-\$9,572,508.00</b>	<b>\$23,380,121.00</b>
					<b>Cum. FY : 1997 - 2009</b>	<b>\$207,815,227.50</b>	<b>-\$5,005,262.00</b>	<b>-\$37,668.00</b>	<b>-\$3,934,538.80</b>	<b>\$198,837,758.70</b>	<b>-\$7,646,753.70</b>	<b>\$191,191,005.00</b>

**Exhibit 7 DWSIRLF Project Financial Report (cont.)**

No.	Project Name	Project # / Amendment	Award Date	Int. %	Initial Loan Amount	Amendment No. 1	Amendment No. 2	Final Amendment	Loan Amount Before Int. Added	Interest Accrued/Added to Principal	Final Principal
<b>2010</b>											
1	Belzoni, City of	DWI-L270001-02-1	09/30/10	1.95	\$689,146.00	\$0.00	\$0.00	\$11,543.00	\$700,689.00	\$0.00	\$700,689.00
2	Cedar Grove Harmony W/A	DWI-L460002-02-2	09/30/10	1.95	\$187,500.00	\$0.00	\$0.00	\$0.00	\$187,500.00	\$0.00	\$187,500.00
3	Corinth, City of	DWI-L020002-06-1	07/15/10	1.95	\$5,000,000.00	\$0.00	\$0.00	\$0.00	\$5,000,000.00	-\$1,250,000.00	\$3,750,000.00
4	Foxworth WSD	DWI-L460005-01-1	09/30/10	1.95	\$750,000.00	\$0.00	\$0.00	-\$114,515.00	\$635,485.00	-\$337,500.00	\$297,985.00
5	Goss/Bunker Hill W/A	DWI-L460006-01-1	09/30/10	1.95	\$312,500.00	\$0.00	\$0.00	\$70,684.00	\$383,184.00	\$0.00	\$383,184.00
6	Hernando, Town of	DWI-L170009-04	09/30/10	1.95	\$2,380,000.00	\$0.00	\$0.00	\$0.00	\$2,380,000.00	\$0.00	\$2,380,000.00
7	Hilldale Water District	DWI-L750005-06-1	09/30/10	1.95	\$1,129,025.00	\$0.00	\$0.00	-\$253,034.00	\$875,991.00	-\$169,354.00	\$706,637.00
8	Lexie W/A	DWI-L740004-01-1	09/30/10	1.95	\$432,250.00	\$0.00	\$0.00	-\$4,983.00	\$427,267.00	-\$194,513.00	\$232,754.00
9	Marks, City of	DWI-L600007-01-1	07/15/10	1.95	\$885,143.00	\$0.00	\$0.00	\$0.00	\$885,143.00	\$0.00	\$885,143.00
10	McHenry W/A	DWI-L660002-01-1	09/30/10	1.95	\$679,250.00	\$0.00	\$0.00	\$0.00	\$679,250.00	\$0.00	\$679,250.00
11	Northeast Copiah W/A	DWI-L150010-02	09/30/10	1.95	\$1,027,000.00	\$0.00	\$0.00	\$0.00	\$1,027,000.00	\$0.00	\$1,027,000.00
12	South Newton Rural W/A	DWI-L510010-01-1	07/16/10	1.95	\$371,550.00	\$0.00	\$0.00	\$8,406.00	\$379,956.00	-\$130,043.00	\$249,913.00
13	Seminary	DWI-L160006-01-2	09/30/10	1.95	\$109,500.00	\$52,300.00	\$0.00	\$18,315.00	\$180,115.00	\$0.00	\$180,115.00
14	West Marion W/A	DWI-L460013-01	09/30/10	1.95	\$750,000.00	\$0.00	\$0.00	\$0.00	\$750,000.00	\$0.00	\$750,000.00
15	Winona, City of	DWI-L490010-02-1	09/30/10	1.95	\$291,750.00	\$0.00	\$0.00	\$0.00	\$291,750.00	-\$29,865.00	\$261,885.00
<b>2010 Totals :</b>					<b>\$14,994,614.00</b>	<b>\$52,300.00</b>	<b>\$0.00</b>	<b>-\$263,584.00</b>	<b>\$14,783,330.00</b>	<b>-\$2,111,275.00</b>	<b>\$12,672,055.00</b>
<b>Cum. FY: 1997 - 2010</b>					<b>\$222,809,841.50</b>	<b>-\$4,952,962.00</b>	<b>-\$37,668.00</b>	<b>-\$4,198,122.80</b>	<b>\$213,621,088.70</b>	<b>-\$9,758,028.70</b>	<b>\$203,863,060.00</b>

**Exhibit 7 DWSIRLF Project Financial Report (cont.)**

No.	Project Name	Project # / Amendment	Award Date	Int. %	Initial Loan Amount	Amendment No. 1	Amendment No. 2	Final Amendment	Loan Amount Before Int. Added	Interest Accrued/Added to Principal	Final Principal
<b>2011</b>											
1	Batesville	DWI-L540002-01	09/30/11	1.95	\$1,007,500.00	\$0.00	\$0.00	\$0.00	\$1,007,500.00	\$0.00	\$1,007,500.00
2	Beaver Meadow W/A	DWI-L310004-01	09/30/11	1.95	\$751,714.00	\$0.00	\$0.00	\$0.00	\$751,714.00	\$0.00	\$751,714.00
3	Biloxi, City of	DWI-L240036-01	09/30/11	1.95	\$1,096,173.00	\$0.00	\$0.00	\$0.00	\$1,096,173.00	\$0.00	\$1,096,173.00
4	Corinth, City of	DWI-L020002-07-1	04/26/11	1.95	\$5,000,000.00	\$0.00	\$0.00	\$0.00	\$5,000,000.00	-\$484,460.00	\$4,515,540.00
5	Jeff Davis W/A	DWI-L810005-01	09/30/11	1.95	\$152,000.00	\$0.00	\$0.00	\$0.00	\$152,000.00	\$0.00	\$152,000.00
6	Laurel, City of	DWI-L340021-02	09/30/11	1.95	\$4,617,670.00	\$0.00	\$0.00	\$0.00	\$4,617,670.00	\$0.00	\$4,617,670.00
7	Tunica, Town of	DWI-L720004-01	09/30/11	1.95	\$985,945.00	\$0.00	\$0.00	\$0.00	\$985,945.00	\$0.00	\$985,945.00
8	Taylorsville W/A	DWI-L610028-01	09/30/11	1.95	\$948,144.00	\$0.00	\$0.00	\$0.00	\$948,144.00	\$0.00	\$948,144.00
9	West Jackson Co UD	DWI-L300156-05	09/30/11	1.95	\$5,000,000.00	\$0.00	\$0.00	\$0.00	\$5,000,000.00	\$0.00	\$5,000,000.00
10	Young's Water & Sewer	DWI-L220065-01-1	09/30/11	1.95	\$610,300.00	\$0.00	\$0.00	\$0.00	\$610,300.00	\$0.00	\$610,300.00
<b>2011 Totals :</b>					<b>\$20,169,446.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$20,169,446.00</b>	<b>-\$484,460.00</b>	<b>\$19,684,986.00</b>
<b>Cum. FY : 1997 - 2011</b>					<b>\$242,979,287.50</b>	<b>-\$4,952,962.00</b>	<b>-\$37,668.00</b>	<b>-\$4,198,122.80</b>	<b>\$233,790,534.70</b>	<b>-\$10,242,488.70</b>	<b>\$223,548,046.00</b>

**Exhibit 8 Comparison of Projected Versus Actual Disbursements\***

**FFY 2011 (October 1, 2010 - September 30, 2011)**

PROJECTED FFY 2011 DISBURSEMENTS	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	TOTAL
From 2009 IUP - Regular Grant	\$0	\$0	\$0	\$0	\$0
From 2009 IUP - ARRA Grant	\$243,000	\$243,000	\$193,000	\$0	\$679,000
From 2010 IUP - Regular Grant	\$6,022,500	\$6,125,000	\$0	\$0	\$12,147,500
From 2011 IUP - Regular Grant	\$0	\$0	\$0	\$4,323,760	\$4,323,760
<b>TOTAL PROJECTED FOR FY 2011</b>	<b>\$6,265,500</b>	<b>\$6,368,000</b>	<b>\$193,000</b>	<b>\$4,323,760</b>	<b>\$17,150,260</b>
<b>ACTUAL DWSIRLF FEDERAL DISBURSEMENT TOTAL</b>	<b>\$8,102,108</b>	<b>\$6,601,385</b>	<b>\$1,854,054</b>	<b>\$323,282</b>	<b>\$16,880,829</b>
<b>PERCENT DISBURSED OF PROJECTED</b>	<b>129.31%</b>	<b>103.66%</b>	<b>960.65%</b>	<b>7.48%</b>	<b>98.43%</b>

\*Disbursements are a summation of federal ACH drawdowns for loan disbursements only



**Exhibit 9 Report of Annual Loan Repayments**

**STATE OF MISSISSIPPI  
DEPARTMENT OF HEALTH  
DRINKING WATER IMPROVEMENTS  
STATE REVOLVING LOAN FUND**

**SEPTEMBER 30, 2011**

	<b>0-30</b>	<b>30-60</b>	<b>60-120</b>	<b>OVER 120 DAYS</b>
<b>LOAN REPAYMENTS OUTSTANDING 9/30/2011</b>	\$4,883.83	\$0.00	\$0.00	\$0.00



**Exhibit 10 (Continued) Historical Record of Projects Completed Through FY 2010**

No.	Project Name Communities Served	Project #	Interest Rate (%)	Award Date	Start 1st Contr.	Start Last Contr.	Elig. End Last Contr.	Final Inspect	FDL & Repay to LR	LR Exec Repay	First Repay	Final Repay	Final Loan Amount
1	ACL W/A	DWI-L610001-01	4.50	09/19/97	09/12/97	09/12/97	09/02/98	09/02/98	10/20/98	10/30/98	12/02/98	08/02/18	\$286,750.00
2	ACL W/A	DWI-L610001-04	1.95	08/31/09	09/11/09	09/11/09	07/08/10	07/07/10	09/03/10	09/08/10	10/06/10	06/06/30	\$461,755.00
3	ACL W/A	DWI-L610001-02	3.50	05/10/02	05/30/02	10/24/02	03/26/03	04/17/03	06/05/03	06/06/03	08/10/03	04/10/23	\$480,977.00
4	ACL W/A	DWI-L610001-03	2.50	09/30/05	11/28/05	11/28/05	04/10/06	04/27/06	07/05/06	07/07/06	09/04/06	04/04/26	\$372,089.00
5	Adams County W/A	DWI-L010009-05	1.95	09/30/09	02/08/10	02/08/10	12/07/10	12/20/10	03/08/11	03/10/11	04/07/11	11/07/30	\$106,509.00
6	Adams County W/A	DWI-L010009-04	4.00	05/16/03	12/15/03	12/15/03	06/25/04	07/25/04	08/24/04	09/14/04	11/01/04	07/01/24	\$500,508.00
7	Adams County W/A	DWI-L010009-03	3.50	09/10/02	04/30/03	04/30/03	06/21/04	07/07/04	08/23/04	09/14/04	11/01/04	06/01/23	\$792,873.00
8	Adams County W/A	DWI-L010009-01	3.00	08/30/01	03/25/02	04/08/02	03/24/03	04/15/03	05/21/03	06/04/03	07/15/03	03/15/23	\$649,854.00
9	Adams County W/A	DWI-L010009-02	3.00	08/30/01	04/08/02	10/21/02	05/21/03	06/11/03	10/17/92	08/14/03	10/01/03	06/01/23	\$794,981.00
10	Algoma W/A	DWI-L580001-01	3.00	05/31/00	09/05/00	09/05/00	08/18/01	08/21/01	02/28/02	03/07/02	04/10/02	08/10/21	\$764,166.00
11	Bear Creek W/A	DWI-L450002-08	2.50	07/18/05	06/18/06	06/18/06	06/15/07	07/13/07	08/16/07	09/11/07	10/13/07	07/13/27	\$1,414,153.00
12	Bear Creek W/A	DWI-L450002-04	4.00	08/29/03	01/05/06	01/05/06	03/30/07	04/26/07	06/11/07	07/02/07	08/01/07	04/01/27	\$1,420,439.00
13	Bear Creek W/A	DWI-L450002-06	2.50	08/05/05	06/26/06	06/26/06	06/26/07	08/02/07	08/31/07	09/11/07	11/01/07	08/01/27	\$1,502,776.00
14	Bear Creek W/A	DWI-L450002-03	3.50	06/27/02	11/16/02	11/16/02	10/10/03	10/29/03	12/23/03	01/08/04	02/01/04	10/01/23	\$808,454.00
15	Bear Creek W/A	DWI-L450002-02	3.00	09/28/01	02/11/02	02/11/02	03/24/03	04/22/03	06/05/03	07/09/03	08/01/03	04/01/23	\$916,873.00
16	Bear Creek W/A	DWI-L450002-01	4.50	08/26/97	12/26/97	03/27/98	10/05/98	10/21/98	01/27/99	02/09/99	03/10/99	10/10/18	\$901,561.00
17	Bear Creek W/A	DWI-L450002-07	2.50	08/05/05	07/03/08	07/03/08	01/14/09	02/13/09	04/20/09	04/22/09	06/01/09	02/01/29	\$1,564,242.00
18	Bear Creek W/A	DWI-L450002-05	2.50	09/30/04	04/07/06	04/07/06	04/02/07	04/26/07	06/12/07	07/02/07	08/01/07	04/01/27	\$460,947.00
19	Belzoni, City of	DWI-L270001-01	1.95	09/30/09	02/17/10	02/17/10	01/13/11	02/12/11	03/31/11	04/01/11	07/01/11	01/01/31	\$347,884.00
20	Billys Creek W/A	DWI-L810015-01	1.95	09/30/08	03/06/09	03/06/09	09/02/09	11/14/09	12/04/09	12/11/09	02/01/10	10/01/19	\$128,470.00
21	Bunker Hill W/A	DWI-L460001-01	4.00	09/15/98	10/19/98	10/19/98	05/17/99	05/20/99	07/14/99	07/22/99	09/01/99	05/01/19	\$141,530.00
22	Bunker Hill W/A	DWI-L460001-03	3.00	09/25/01	04/15/02	04/15/02	11/29/02	12/18/02	02/03/03	02/10/03	04/01/03	12/01/22	\$343,726.00

**Exhibit 10 (Continued) Historical Record of Projects Completed Through FY 2010**

No.	Project Name Communities Served	Project #	Interest Rate (%)	Award Date	Start 1st Contr.	Start Last Contr.	Elig. End Last Contr.	Final Inspect	FDL & Repay to LR	LR Exec Repay	First Repay	Final Repay	Final Loan Amount
23	Bunker Hill W/A	DWI-L460001-02	3.00	09/30/99	03/16/00	03/16/00	08/06/01	09/04/01	07/31/00	08/11/00	10/01/00	06/01/20	\$5,649.00
24	Caledonia, Town of	DWI-L440002-01	1.95	09/25/09	02/16/10	02/16/10	02/11/11	02/10/11	04/08/11	04/08/11	05/15/11	01/15/31	\$3,285,745.00
25	Carthage, City of	DWI-L400001-01	3.00	09/29/00	03/05/01	03/05/01	12/21/01	01/10/02	04/05/02	04/09/02	07/01/02	01/01/22	\$601,524.00
26	Cedar Grove Harmony W/A	DWI-L460002-01	4.50	09/30/97	08/18/97	01/06/98	04/01/99	04/16/99	06/21/99	07/06/99	08/01/99	04/01/19	\$299,181.00
27	Center Ridge W/A	DWI-L650001-01	3.00	08/20/99	09/26/99	10/07/99	10/05/00	10/27/00	01/11/01	01/23/01	03/11/01	10/11/20	\$542,023.00
28	Center Ridge W/A	DWI-L650001-02	1.95	02/27/07	06/18/07	06/18/07	06/12/08	06/27/08	08/11/08	08/18/08	10/01/08	06/01/28	\$467,914.00
29	Central Rankin W/A	DWI-L610081-01	3.50	02/15/02	03/07/02	03/07/02	09/03/02	09/26/02	11/15/02	12/16/02	02/10/03	09/10/22	\$183,227.00
30	Cleary Heights WS&F Dist.	DWI-L610022-01	3.50	08/26/02	11/04/02	12/03/02	08/22/03	09/03/03	02/10/04	02/23/04	04/03/04	09/03/23	\$780,212.00
31	Clinton, City of	DWI-L250003-02	1.95	09/30/09	02/16/10	02/16/10	01/12/11	12/21/10	04/28/11	05/18/11	07/01/11	11/01/30	\$1,857,928.00
32	Clinton, City of	DWI-L250003-01	3.50	09/30/02	01/27/03	10/21/03	01/28/04	02/12/04	05/20/04	06/09/04	07/01/04	02/01/24	\$1,157,361.00
33	Collinsville W/A	DWI-L380002-01	3.50	09/30/02	04/02/03	06/15/03	03/11/04	04/06/04	07/01/04	07/01/04	08/01/04	04/01/24	\$1,530,000.00
34	Columbus, City of	DWI-L440003-03	1.95	08/10/07	07/20/07	07/20/07	11/17/07	12/21/07	02/05/08	03/19/08	04/01/08	12/01/27	\$498,071.00
35	Columbus, City of	DWI-L440003-02	3.00	09/10/99	11/15/99	11/15/99	08/11/00	08/11/00	02/06/01	02/12/01	05/01/01	08/01/20	\$733,359.00
36	Columbus, City of	DWI-L440003-01	4.50	09/30/97	02/02/98	02/02/98	08/20/98	09/10/98	12/10/98	12/28/98	02/01/99	09/01/18	\$540,100.00
37	Corinth, City of	DWI-L020002-05	1.95	09/30/09	03/01/10	03/01/10	03/01/11	12/14/10	04/12/11	04/11/11	06/01/11	11/01/30	\$7,451,702.00
38	Corinth, City of	DWI-L020002-02	2.50	09/30/04	11/14/05	01/16/06	09/10/06	10/10/06	12/11/06	12/11/06	02/09/07	10/09/26	\$1,508,951.00
39	Corinth, City of	DWI-L020002-03	2.50	09/30/04	05/22/06	05/22/06	05/06/07	05/30/07	07/24/07	07/30/07	09/10/07	05/10/27	\$1,511,900.00
40	Corinth, City of	DWI-L020002-01	3.50	04/03/02	09/30/02	09/30/02	07/27/03	08/20/03	10/20/03	10/23/03	12/01/03	08/01/23	\$1,523,057.00
41	Culkin Water District	DWI-L750002-03	1.95	09/30/09	01/21/10	02/11/10	12/08/10	11/12/10	01/20/11	02/14/11	03/01/11	10/01/30	\$829,854.00
42	Culkin Water District	DWI-L750002-01	4.00	01/30/98	06/24/98	06/24/98	02/19/99	02/24/99	04/19/99	04/29/99	06/01/99	02/01/19	\$825,878.00
43	Culkin Water District	DWI-L750002-02	1.95	07/13/07	01/07/08	01/07/08	09/03/08	09/29/08	12/19/08	01/21/09	02/01/09	09/01/28	\$1,257,132.00
44	Days W/A	DWI-L170005-01	1.95	05/16/08	05/16/09	05/16/09	02/10/10	03/12/10	03/18/09	03/27/09	05/15/09	05/15/09	\$89,030.00

**Exhibit 10 (Continued) Historical Record of Projects Completed Through FY 2010**

No.	Project Name Communities Served	Project #	Interest Rate (%)	Award Date	Start 1st Contr.	Start Last Contr.	Elig. End Last Contr.	Final Inspect	FDL & Repay to LR	LR Exec Repay	First Repay	Final Repay	Final Loan Amount
45	Diberville W/S	DWI-L240002-01	4.50	08/12/97	07/26/97	07/26/97	01/20/98	01/28/98	03/31/98	04/24/98	06/01/98	01/01/18	\$583,090.00
46	Diberville W/S	DWI-L240002-02	3.00	09/30/99	02/14/00	02/14/00	07/13/00	07/26/00	10/04/00	10/10/00	01/01/01	07/01/20	\$420,920.00
47	Double Ponds W/A	DWI-L330003-01	4.50	09/30/97	01/05/98	01/05/98	08/31/98	10/16/98	01/27/99	02/10/99	03/10/99	10/10/18	\$682,338.00
48	Eagle Lake Water District	DWI-L750003-01	3.00	09/29/00	11/15/00	11/15/00	07/13/01	08/13/01	10/24/01	11/06/01	12/10/01	08/10/21	\$339,869.00
49	East Leflore Water & Sewer	DWI-L420010-01	4.00	09/18/98	10/24/98	10/24/98	07/06/99	08/04/99	10/20/99	11/10/99	12/01/99	08/01/19	\$301,555.00
50	East Lowndes W/A	DWI-L440005-01	4.00	05/05/98	07/13/98	07/13/98	03/14/99	03/31/99	06/07/99	06/11/99	08/07/99	03/07/19	\$887,981.00
51	East Oxford W/A	DWI-L360006-01	3.50	07/25/02	10/21/02	10/21/02	01/21/04	02/11/04	04/13/04	04/28/04	06/01/04	02/01/24	\$632,546.00
52	Evergreen W/A	DWI-L610007-01	1.95	08/08/06	01/07/07	01/07/07	11/03/07	11/02/07	09/14/07	12/14/07	02/15/08	10/15/27	\$960,000.00
53	Fannin W/A	DWI-L610008-02	1.95	06/29/06	01/29/07	05/27/07	04/21/08	04/10/08	05/29/08	05/30/08	07/10/08	03/10/28	\$964,964.00
54	Fannin W/A	DWI-L610008-01	4.50	09/30/97	03/16/98	05/08/98	10/12/98	10/16/98	01/22/99	01/26/99	03/01/99	10/01/18	\$601,471.00
55	Farmington W/A	DWI-L020003-01	3.00	08/27/01	11/14/01	11/14/01	06/15/02	06/26/02	08/26/02	08/28/02	10/10/02	06/10/22	\$852,467.00
56	Fisher Ferry Water District	DWI-L750004-03	2.50	09/30/05	05/08/06	05/08/06	09/04/06	09/29/06	10/31/06	11/21/06	01/08/07	09/08/26	\$244,726.00
57	Fisher Ferry Water District	DWI-L750004-01	4.00	06/15/03	04/26/04	10/25/04	03/20/06	04/11/06	06/15/03	06/20/06	08/01/06	04/01/26	\$1,549,387.00
58	Fisher Ferry Water District	DWI-L750004-02	2.50	06/01/04	03/03/05	03/21/05	04/10/06	04/11/06	08/22/06	09/20/06	08/01/06	04/01/26	\$1,311,871.00
59	Gautier, City of	DWI-L300004-02	1.95	09/29/06	09/17/07	09/17/07	05/14/08	06/13/08	09/28/07	04/17/08	06/01/08	02/01/28	\$422,610.00
60	Gautier, City of	DWI-L300004-01	1.95	09/29/06	02/11/08	02/11/08	06/26/09	07/09/09	09/04/09	09/11/09	11/01/09	07/01/29	\$740,239.00
61	Gautier, City of	DWI-L300300-01	3.50	09/30/02	05/27/03	05/27/03	10/13/04	01/10/06	08/02/06	07/26/06	11/02/06	01/02/26	\$1,514,322.00
62	Glade Water Work Assn.	DWI-L340005-01	1.95	08/24/09	02/22/10	03/08/10	12/04/10	12/10/10	02/09/11	03/10/11	03/11/11	11/11/30	\$971,520.00
63	Glendale Utility District	DWI-L180007-01	3.00	09/01/01	11/21/01	02/11/02	08/27/02	09/13/02	01/24/03	02/19/03	03/01/03	09/01/22	\$845,653.00
64	Gloster, Town of	DWI-L030003-01	3.00	09/29/00	06/25/01	06/25/01	11/30/01	12/20/01	02/05/02	02/14/02	05/01/02	12/01/21	\$247,034.00
65	Gloster, Town of	DWI-L030003-02	3.00	08/31/01	12/04/01	12/04/01	06/25/02	07/24/02	09/04/02	09/09/02	11/10/02	07/10/22	\$220,550.00
66	Greenfield W/A	DWI-L610011-03	2.50	05/25/05	09/26/05	09/26/05	10/06/06	11/01/06	12/27/06	01/04/07	02/01/07	10/01/26	\$519,197.00

**Exhibit 10 (Continued) Historical Record of Projects Completed Through FY 2010**

No.	Project Name Communities Served	Project #	Interest Rate (%)	Award Date	Start 1st Contr.	Start Last Contr.	Elig. End Last Contr.	Final Inspect	FDL & Repay to LR	LR Exec Repay	First Repay	Final Repay	Final Loan Amount
67	Greenfield W/A	DWI-L610011-04	1.95	09/30/09	02/26/10	02/26/10	02/21/11	04/29/11	06/29/11	08/04/11	08/01/11	04/01/31	\$889,469.00
68	Greenfield W/A	DWI-L610011-01	3.00	03/01/99	05/21/99	05/21/99	03/02/00	03/15/00	04/19/00	05/10/00	07/10/00	03/10/20	\$275,397.00
69	Greenfield W/A	DWI-L610011-02	3.00	02/07/01	03/16/01	03/16/01	01/10/02	01/30/02	03/04/02	03/26/02	06/11/02	01/11/22	\$466,745.00
70	Hatley, Town of	DWI-L480008-01	2.50	01/05/04	05/09/05	05/09/05	12/04/05	12/21/05	02/13/06	03/07/06	04/01/06	12/01/25	\$1,138,497.00
71	Hattiesburg-Laurel Regional Airport	DWI-L340031-01	1.95	09/28/07	03/24/08	03/24/08	05/23/08	06/12/08	07/15/08	07/21/08	09/12/08	05/12/28	\$85,990.00
72	Hernando, Town of	DWI-L170009-01	3.00	08/25/00	03/05/01	03/12/01	10/07/01	10/24/01	12/20/01	01/04/02	03/01/02	10/01/21	\$752,086.00
73	Hernando, Town of	DWI-L170009-03	2.50	07/15/04	06/17/05	06/17/05	12/16/05	01/10/06	03/02/06	03/09/06	05/01/06	01/01/26	\$456,435.00
74	Hernando, Town of	DWI-L170009-02	3.00	09/28/01	02/23/02	02/23/02	09/20/02	10/08/02	12/16/02	12/20/02	03/01/03	09/01/22	\$391,232.00
75	Highway 28 W/A	DWI-L640005-01	3.00	09/07/01	09/09/00	09/09/00	06/29/01	07/20/01	09/07/01	09/26/01	11/10/01	07/10/21	\$244,850.00
76	Highway 28 W/A	DWI-L640005-03	1.95	09/30/09	01/09/10	01/09/10	08/07/10	05/24/10	04/05/11	04/12/11	05/10/11	09/10/30	\$211,858.00
77	Highway 28 W/A	DWI-L640005-02	4.00	05/09/03	08/18/03	08/18/03	04/14/04	04/19/04	05/12/04	05/24/04	08/01/04	04/01/24	\$240,595.00
78	Highway 98 East W/A	DWI-L460007-01	3.00	09/29/00	09/18/00	05/11/01	10/29/01	11/26/01	03/07/02	03/12/02	04/10/02	11/10/21	\$845,371.00
79	Hilldale Water District	DWI-L750005-05	1.95	09/30/09	03/01/10	03/01/10	11/26/10	12/16/10	03/08/11	03/10/11	04/07/11	11/07/30	\$1,085,250.00
80	Hilldale Water District	DWI-L750005-03	3.50	05/24/02	06/03/02	06/03/02	01/31/03	02/25/03	04/08/03	04/29/03	06/01/03	02/01/23	\$188,202.00
81	Hilldale Water District	DWI-L750005-04	2.50	09/10/04	05/16/05	05/16/05	11/12/05	11/28/05	01/02/06	01/02/06	03/02/06	11/02/25	\$147,877.00
82	Hilldale Water District	DWI-L750005-01	3.00	07/10/00	08/01/00	08/01/00	02/23/01	03/20/01	05/24/01	06/14/01	08/05/01	03/05/21	\$371,647.00
83	Hilldale Water District	DWI-L750005-02	3.00	08/20/01	09/24/01	09/24/01	04/19/02	05/16/02	07/17/02	07/23/02	09/10/02	05/10/22	\$462,095.00
84	Hopewell W/A	DWI-L360008-01	3.50	09/06/02	11/18/02	11/25/02	05/23/03	06/12/03	08/13/03	08/20/03	10/01/03	06/01/23	\$365,259.00
85	Horn Lake, City of	DWI-L170022-01	3.00	07/01/99	10/22/99	10/22/99	11/14/00	11/21/00	02/07/01	03/06/01	04/01/01	11/01/20	\$1,509,556.00
86	Horn Lake, City of	DWI-L170022-02	3.50	08/15/02	10/21/02	04/15/03	09/10/03	10/02/03	12/08/03	12/13/03	02/02/04	10/02/23	\$773,901.00
87	Hotophia W/A	DWI-L540009-01	1.95	02/23/07	01/05/09	01/05/09	04/30/10	04/20/10	06/21/10	06/25/10	08/01/10	03/01/30	\$569,502.00
88	Hub W/A	DWI-L460008-03	1.95	09/30/09	02/17/10	02/17/10	08/31/11	09/30/11	11/07/11	11/10/11	12/15/11	12/15/11	\$4,906.00

**Exhibit 10 (Continued) Historical Record of Projects Completed Through FY 2010**

No.	Project Name Communities Served	Project #	Interest Rate (%)	Award Date	Start 1st Contr.	Start Last Contr.	Elig. End Last Contr.	Final Inspect	FDL & Repay to LR	LR Exec Repay	First Repay	Final Repay	Final Loan Amount
89	Hub W/A	DWI-L460008-01	3.00	09/30/99	02/01/00	02/01/00	10/07/00	10/24/00	01/03/01	01/19/01	03/10/01	10/10/20	\$324,908.00
90	Hub W/A	DWI-L460008-02	1.95	09/28/07	09/29/08	09/29/08	08/25/09	09/11/09	11/09/09	12/02/09	12/11/09	08/11/29	\$732,535.00
91	Improve W/A	DWI-L740002-01	3.00	09/28/01	11/26/01	11/26/01	05/26/03	07/01/03	08/21/03	08/25/03	10/01/03	06/01/23	\$416,141.00
92	Ingomar W/A	DWI-L730003-01	3.50	08/13/02	10/28/02	10/28/02	07/16/03	08/05/03	11/17/03	12/02/03	01/05/04	08/05/23	\$887,459.00
93	J.P. Utility District	DWI-L340007-01	3.50	07/11/02	01/02/03	01/02/03	08/05/03	08/20/03	02/25/04	03/15/04	04/01/04	08/01/23	\$896,557.00
94	Jayess Topeka Tilton W/A	DWI-L390001-01	3.00	09/30/99	12/13/99	12/13/99	07/05/00	08/04/00	10/31/00	03/07/01	01/01/01	08/01/20	\$306,742.00
95	Lake Lorman W/A	DWI-L450017-01	2.50	08/25/05	05/28/07	06/11/07	06/15/08	06/24/08	08/29/08	09/10/08	09/24/08	05/24/28	\$1,048,976.00
96	Lampton W/A	DWI-L460009-01	2.50	09/30/04	11/09/05	01/22/07	06/21/07	03/15/07	12/22/05	05/14/07	06/14/07	02/14/27	\$1,053,449.00
97	Langford W/A	DWI-L610012-02	1.95	06/16/08	01/15/09	01/15/09	01/10/10	01/28/10	04/02/10	04/12/10	05/10/10	01/10/30	\$767,104.00
98	Langford W/A	DWI-L610012-01	3.00	04/19/99	07/31/99	07/31/99	05/26/00	06/08/00	07/06/00	07/30/00	10/06/00	06/06/20	\$414,322.00
99	Laurel, City of	DWI-L340021-01	1.95	09/15/09	03/01/10	03/01/10	02/17/11	03/16/11	05/18/11	06/02/11	08/01/11	02/01/31	\$888,316.00
100	Lawrence Co. W/A	DWI-L390002-01	2.50	07/06/04	10/18/04	01/31/05	08/09/06	08/30/06	10/05/06	10/27/06	12/05/06	08/05/26	\$370,583.00
101	Leesburg W/A	DWI-L610013-01	4.50	09/30/97	02/23/98	02/23/98	10/22/98	11/05/98	01/25/99	02/08/99	03/10/99	11/10/16	\$262,480.00
102	Leesburg W/A	DWI-L610013-02	3.00	09/28/01	03/04/02	05/06/02	03/31/03	04/24/03	06/04/03	06/09/03	08/01/03	04/01/23	\$692,946.00
103	Lewisburg W/A	DWI-L170011-01	3.50	09/16/02	02/24/03	08/18/03	07/20/04	08/03/04	09/30/04	11/04/04	11/02/04	07/02/24	\$1,268,709.00
104	Lewisburg W/A	DWI-L170011-02	4.00	05/30/03	01/05/04	01/05/04	08/01/04	08/31/04	09/30/04	10/30/04	11/02/04	07/02/24	\$680,198.00
105	Liberty Hill W/A	DWI-L540012-01	3.50	06/01/02	09/03/02	09/03/02	03/03/03	03/12/03	06/09/03	06/23/03	08/09/03	03/09/23	\$133,820.00
106	Long Beach, City of	DWI-L240005-02	4.50	09/30/97	02/23/98	02/23/98	01/13/99	02/11/99	12/11/06	02/06/07	08/11/99	01/01/21	\$358,123.00
107	Long Beach, City of	DWI-L240005-01	4.50	09/30/97	02/16/98	05/04/98	01/08/99	01/29/99	12/11/06	02/06/07	08/11/99	01/01/21	\$888,538.00
108	Long Beach, City of	DWI-L240005-03	3.00	12/22/99	03/20/00	03/20/00	02/12/01	03/13/01	12/11/06	02/06/07	08/11/99	01/01/21	\$274,823.00
109	Louin, Town of	DWI-L310007-01	1.95	07/27/07	07/09/08	07/09/08	09/22/08	10/14/08	12/16/08	01/08/09	03/01/09	10/01/28	\$97,033.00
110	Magees Creek W/A	DWI-L740076-01	3.50	09/16/02	11/04/02	02/10/03	12/11/03	01/07/04	02/18/04	03/04/04	05/01/04	01/01/24	\$973,728.00

**Exhibit 10 (Continued) Historical Record of Projects Completed Through FY 2010**

No.	Project Name Communities Served	Project #	Interest Rate (%)	Award Date	Start 1st Contr.	Start Last Contr.	Elig. End Last Contr.	Final Inspect	FDL & Repay to LR	LR Exec Repay	First Repay	Final Repay	Final Loan Amount
111	Magnolia, City of	DWI-L570005-02	4.50	09/22/97	12/15/97	12/15/97	03/12/99	04/06/99	07/27/99	08/17/99	10/01/99	04/01/19	\$889,567.00
112	Magnolia, City of	DWI-L570005-01	4.50	09/22/97	12/15/97	12/15/97	03/12/99	04/06/99	07/27/99	08/17/99	10/01/99	04/01/19	\$702,298.00
113	Marion, Town of	DWI-L380101-01	4.00	09/30/98	07/30/99	07/30/99	07/06/00	07/07/00	09/13/00	09/18/00	12/01/00	07/01/20	\$709,064.00
114	Monterey W/A	DWI-L610016-01	1.95	09/28/07	01/21/08	01/21/08	02/14/09	03/16/09	04/24/09	04/28/09	07/01/09	02/01/29	\$1,121,418.00
115	Mooreville Richmond W/A	DWI-L410001-01	1.95	09/30/08	07/01/09	08/10/09	05/07/10	06/04/10	08/04/10	08/12/10	09/04/10	05/04/30	\$1,193,046.00
116	Morton, City of	DWI-L620009-02	2.50	09/30/05	06/01/06	06/01/06	10/01/06	10/18/06	12/11/06	12/20/06	03/10/07	10/10/26	\$105,100.00
117	Morton, City of	DWI-L620009-01	4.00	09/30/03	05/01/04	05/01/04	03/03/05	03/03/05	04/20/05	05/20/05	07/01/05	03/01/25	\$1,127,561.00
118	Morton, City of	DWI-L620009-03	1.95	09/28/07	04/07/08	04/07/08	02/11/09	02/12/09	04/02/09	04/08/09	05/15/09	01/15/29	\$955,712.00
119	Moss Point, City of	DWI-L300008-01	1.95	08/31/07	09/22/08	09/22/08	04/01/10	04/07/10	06/21/10	06/24/10	09/01/10	03/01/30	\$1,280,216.00
120	Mt. Comfort W/A	DWI-L070010-02	4.00	04/07/03	09/02/03	09/02/03	09/30/04	10/07/04	12/03/04	12/12/04	02/02/05	10/02/24	\$429,610.00
121	Mt. Comfort W/A	DWI-L070010-01	3.50	08/01/02	11/18/02	09/04/03	11/01/04	12/01/04	06/24/05	06/30/05	08/01/05	12/01/24	\$463,993.00
122	Mt. Gilead Improve W/A	DWI-L460012-01	4.50	09/30/97	03/02/98	04/23/98	01/28/99	02/19/99	04/02/99	04/12/99	06/05/99	02/05/19	\$252,214.00
123	Mt. Gilead Improve W/A	DWI-L460012-02	3.00	09/29/00	03/23/01	03/23/01	06/06/01	06/28/01	08/17/01	08/28/01	10/10/01	06/10/21	\$61,094.00
124	NE MS Regional W/S	DWI-L290019-03	3.00	09/30/99	05/01/00	05/01/00	05/25/01	06/19/01	08/20/01	08/23/01	11/15/01	06/15/21	\$1,145,712.00
125	NE MS Regional W/S	DWI-L290019-01	4.00	05/18/98	08/03/98	08/03/98	07/27/99	08/25/99	10/21/99	10/28/99	01/10/00	08/10/19	\$953,956.00
126	NE MS Regional W/S	DWI-L290019-02	4.00	08/24/98	10/12/98	10/12/98	08/23/99	08/25/99	10/21/99	10/28/99	01/10/00	08/10/19	\$862,124.00
127	NE MS Regional W/S	DWI-L290019-04	3.00	09/29/00	04/25/01	04/25/01	03/25/02	04/18/02	05/24/02	06/27/02	08/10/02	04/10/22	\$1,531,841.00
128	Nesbit W/A	DWI-L170014-01	3.50	07/15/02	10/28/02	03/06/03	10/02/03	10/20/03	12/11/03	12/16/03	02/01/04	10/01/23	\$1,291,654.00
129	New Hope W/A	DWI-L640008-02	1.95	06/30/08	04/30/09	04/30/09	10/27/09	11/10/09	02/05/10	02/08/10	03/10/10	10/10/29	\$222,122.00
130	New Hope W/A	DWI-L640008-01	3.00	09/28/01	04/25/02	04/25/02	01/17/03	02/11/03	04/16/03	05/05/03	07/10/03	02/10/23	\$363,476.00
131	New Hope W/A	DWI-L640008-03	1.95	09/30/09	02/15/10	02/15/10	11/15/10	12/08/10	02/09/11	02/14/11	03/11/11	11/11/30	\$288,713.00
132	Newton, City of	DWI-L510009-01	1.95	09/30/09	02/16/10	02/16/10	09/04/10	11/03/10	01/07/11	01/10/11	03/01/11	10/01/30	\$785,527.00



**Exhibit 10 (Continued) Historical Record of Projects Completed Through FY 2010**

No.	Project Name Communities Served	Project #	Interest Rate (%)	Award Date	Start 1st Contr.	Start Last Contr.	Elig. End Last Contr.	Final Inspect	FDL & Repay to LR	LR Exec Repay	First Repay	Final Repay	Final Loan Amount
133	Nicholson W/A	DWI-L550041-01	1.95	09/30/09	02/16/10	02/16/10	11/23/10	01/20/11	03/18/11	04/13/11	05/01/11	11/01/30	\$467,809.00
134	North Carrollton, Town of	DWI-L080006-01	3.00	09/04/01	01/18/02	01/18/02	03/13/03	03/13/03	05/09/03	06/03/03	07/01/03	03/01/23	\$1,292,260.00
135	North District 1 W/A	DWI-L490006-01	4.50	09/30/97	01/02/98	03/09/98	05/28/98	06/23/98	09/22/98	09/30/98	10/01/98	06/01/18	\$174,462.00
136	North Hinds W/A	DWI-L250009-02	1.95	01/16/07	03/17/07	03/17/07	02/10/08	02/12/08	03/07/08	03/10/08	05/15/08	01/15/28	\$803,643.00
137	North Hinds W/A	DWI-L250009-01	3.00	07/14/00	07/01/00	07/01/00	06/22/01	07/13/01	08/20/01	08/27/01	11/13/01	07/13/21	\$670,446.00
138	Northeast Copiah W/A	DWI-L150010-01	1.95	07/17/06	12/11/09	12/11/09	10/07/10	06/21/07	07/24/07	08/14/07	10/01/07	06/01/27	\$452,086.00
139	Oak Grove W/A	DWI-L340011-01	3.50	06/10/02	11/25/02	02/17/03	11/27/03	12/12/03	01/07/04	01/28/04	04/01/04	12/01/23	\$478,731.00
140	Ocean Springs, City of	DWI-L300005-02	3.50	08/10/02	01/06/03	02/22/03	03/23/04	04/20/04	12/11/06	01/03/07	11/01/08	05/01/28	\$1,054,818.00
141	Ocean Springs, City of	DWI-L300005-01	3.00	05/01/00	07/17/00	07/17/00	02/12/01	02/28/01	12/11/06	12/21/06	11/01/08	05/01/28	\$634,072.00
142	Ocean Springs, City of	DWI-L300005-03	1.95	09/29/06	04/15/08	04/15/08	11/11/09	11/24/09	02/05/10	02/08/10	04/01/10	11/01/29	\$1,943,294.00
143	Ocean Springs, City of	DWI-L300005-05	1.95	09/29/06	10/27/07	10/27/07	05/24/08	05/27/08	08/11/08	08/18/08	11/01/08	05/01/28	\$835,711.00
144	Ocean Springs, City of	DWI-L300005-04	1.95	09/29/06	10/27/07	10/27/07	09/21/08	09/09/08	10/30/08	11/03/08	12/01/08	08/01/28	\$1,029,345.00
145	Olive Branch, City of	DWI-L170015-02	3.00	09/29/00	03/20/01	03/20/01	11/20/01	12/11/01	02/09/02	02/25/02	06/01/02	12/01/21	\$1,121,123.00
146	Olive Branch, City of	DWI-L170015-03	4.00	09/30/03	05/15/05	05/15/05	06/19/06	07/07/06	10/04/06	10/11/06	01/03/07	07/03/26	\$1,350,535.00
147	Olive Branch, City of	DWI-L170015-01	3.00	09/29/00	03/20/01	03/20/01	09/17/01	10/02/01	01/30/02	02/04/02	05/01/02	10/01/21	\$819,261.00
148	Olive Branch, City of	DWI-L170015-05	2.50	05/12/05	05/22/06	05/22/06	04/01/07	05/02/07	08/28/07	09/04/07	09/01/07	04/01/27	\$1,443,899.00
149	Pascagoula, City of	DWI-L300006-01	3.00	09/02/99	08/02/99	08/02/99	04/27/00	05/10/00	12/19/06	01/17/07	11/13/02	06/10/22	\$1,504,518.00
150	Pascagoula, City of	DWI-L300006-02	3.00	09/02/99	08/02/99	08/02/99	04/27/00	05/10/00	12/19/06	01/03/07	11/13/02	06/10/22	\$1,504,518.00
151	Pascagoula, City of	DWI-L300006-05	3.00	07/30/01	05/04/01	11/12/01	05/31/02	06/20/02	12/19/06	01/03/07	11/13/02	06/10/22	\$727,316.00
152	Pascagoula, City of	DWI-L300006-06	3.00	07/30/01	10/08/01	10/08/01	05/31/02	06/20/02	12/19/06	01/03/07	11/13/02	06/10/22	\$1,524,037.00
153	Pascagoula, City of	DWI-L300006-04	3.00	07/24/01	12/05/01	02/18/02	05/31/02	06/20/02	12/19/06	01/03/07	11/13/02	06/10/22	\$1,141,222.00
154	Pascagoula, City of	DWI-L300006-03	3.00	09/30/99	01/04/00	01/04/00	04/27/00	05/10/00	12/19/06	01/03/07	11/13/02	06/10/22	\$383,984.00

**Exhibit 10 (Continued) Historical Record of Projects Completed Through FY 2010**

No.	Project Name Communities Served	Project #	Interest Rate (%)	Award Date	Start 1st Contr.	Start Last Contr.	Elig. End Last Contr.	Final Inspect	FDL & Repay to LR	LR Exec Repay	First Repay	Final Repay	Final Loan Amount
155	Pearl, City of	DWI-L610017-03	3.00	09/21/01	11/19/01	11/19/01	09/15/02	09/26/02	11/15/02	12/04/02	02/01/03	09/01/22	\$740,703.00
156	Pearl, City of	DWI-L610017-05	1.95	05/04/07	09/05/09	09/05/09	08/31/10	11/18/10	03/08/11	03/11/11	05/01/11	11/01/30	\$1,865,133.00
157	Pearl, City of	DWI-L610017-01	3.00	09/28/01	06/10/02	06/10/02	12/07/02	01/06/03	02/27/03	03/24/03	05/01/03	01/01/23	\$407,748.00
158	Pearl, City of	DWI-L610017-04	1.95	05/04/07	07/30/09	08/14/09	09/10/10	11/18/10	03/18/11	04/01/11	06/01/11	12/01/30	\$796,322.00
159	Picayune Utilities, City of	DWI-L550004-01	3.50	05/14/02	01/07/03	01/07/03	09/03/03	10/03/03	01/05/04	02/03/04	04/01/04	10/01/23	\$253,005.00
160	Piney Woods CLS	DWI-L610015-01	1.95	08/24/09	09/04/09	01/25/10	07/31/10	08/13/10	10/14/10	10/21/10	11/15/10	07/15/30	\$208,516.00
161	Pleasant Hill W/A	DWI-L170016-02	4.00	08/07/98	11/23/98	11/23/98	03/10/99	03/24/99	06/01/99	06/07/99	<b>Consolidation</b>		\$482,236.00
162	Pleasant Hill W/A	DWI-L170016-03	3.00	07/07/00	10/25/00	11/27/00	09/28/01	10/25/01	12/21/01	12/24/01	<b>Consolidation</b>		\$626,512.00
163	Pleasant Hill W/A	DWI-L170016-01	4.50	06/27/97	09/22/97	09/22/97	05/04/98	05/19/98	06/30/98	07/07/98	<b>Consolidation</b>		\$826,611.00
164	Porterville W/A	DWI-L350006-01	1.95	09/29/06	03/31/08	04/07/08	07/06/11	08/04/11	09/27/11	10/17/11	11/15/11	07/15/31	\$1,144,137.00
165	Progress Community W/A	DWI-L370008-01	4.50	09/10/97	01/02/98	02/16/98	09/10/98	10/08/98	05/17/99	05/26/99			\$694,997.00
166	Purvis, Town of	DWI-L370009-01	3.00	08/26/99	12/15/99	12/15/99	06/15/00	06/29/00	09/08/00	09/14/00	12/01/00	06/01/20	\$604,728.00
167	Raymond, City of	DWI-L250020-01	1.95	09/28/07	05/27/08	05/27/08	12/08/08	12/08/08	02/13/09	03/05/09	05/01/09	11/01/28	\$461,668.00
168	Ridgeland, City of	DWI-L450013-01	1.95	06/16/08	01/05/09	01/05/09	06/20/10	07/07/10	09/08/10	09/20/10	12/01/10	06/01/30	\$1,771,698.00
169	Salem W/A	DWI-L160005-01	1.95	09/30/09	02/15/10	02/15/10	11/12/10	12/07/10	02/09/11	02/10/11	03/11/11	11/11/30	\$170,458.00
170	Soso Community Water	DWI-L340020-01	3.00	06/22/01	10/01/01	10/01/01	06/27/02	07/15/02	10/11/02	10/18/02	12/10/02	07/10/22	\$176,407.00
171	Southaven, City of	DWI-L170018-07	1.95	09/30/08	11/11/09	11/11/09	06/24/10	07/23/10	09/24/10	10/05/10	12/01/10	06/01/30	\$1,082,138.00
172	Southaven, City of	DWI-L170018-04	4.00	05/30/03	01/06/04	01/06/04	06/30/04	07/13/04	08/24/04	09/13/04	11/01/04	07/01/24	\$1,425,168.00
173	Southaven, City of	DWI-L170018-03	3.00	08/01/01	03/15/02	03/15/02	05/19/03	06/10/03	08/11/03	08/17/03	11/01/03	06/01/23	\$1,250,436.00
174	Southaven, City of	DWI-L170018-06	1.95	09/07/07	02/02/09	02/02/09	04/12/10	04/28/10	06/21/10	06/25/10	09/01/10	04/01/30	\$2,096,881.00
175	Southaven, City of	DWI-L170018-02	3.00	08/10/01	02/25/02	02/25/02	10/25/02	11/19/02	02/05/03	02/07/03	11/01/06	05/01/26	\$1,361,525.00
176	Southaven, City of	DWI-L170018-01	3.00	08/01/01	03/04/02	03/04/02	11/30/02	12/17/02	02/11/03	02/13/03	05/01/03	12/01/22	\$1,400,961.00

**Exhibit 10 (Continued) Historical Record of Projects Completed Through FY 2010**

No.	Project Name Communities Served	Project #	Interest Rate (%)	Award Date	Start 1st Contr.	Start Last Contr.	Elig. End Last Contr.	Final Inspect	FDL & Repay to LR	LR Exec Repay	First Repay	Final Repay	Final Loan Amount
177	Southaven, City of	DWI-L170018-08	1.95	09/30/08	11/02/09	11/02/09	12/28/10	01/05/11	03/18/11	03/18/11	06/01/11	12/01/30	\$1,821,006.00
178	Southaven, City of	DWI-L170018-05	1.95	09/07/07	01/12/09	01/12/09	10/24/09	11/24/09	02/05/10	02/09/10	04/01/10	11/01/29	\$832,638.00
179	Southeast Rankin W/A	DWI-L610025-02	1.95	08/24/09	09/05/09	09/20/09	10/30/10	11/29/10	02/25/11	03/09/11	04/01/11	11/01/30	\$1,058,909.00
180	Southeast Rankin W/A	DWI-L610025-01	2.50	09/30/05	10/29/05	11/11/05	09/22/06	10/02/06	11/13/06	11/13/06	02/02/07	10/02/26	\$862,317.00
181	Southwest Covington W/A	DWI-L160009-01	3.00	09/29/00	07/25/01	07/25/01	04/16/02	05/09/02	06/28/02	07/16/02	08/10/02	04/10/22	\$340,112.00
182	Southwest Jones W/A	DWI-L340019-01	1.95	06/30/08	06/03/09	10/05/09	08/13/10	09/09/10	11/30/10	12/14/10	01/01/11	08/01/30	\$1,871,292.00
183	Starkville, City of	DWI-L530020-01	3.00	09/28/01	12/17/01	12/17/01	10/15/02	11/08/02	12/27/02	01/09/03	03/01/03	11/01/22	\$628,847.00
184	Starkville, City of	DWI-L530020-02	3.50	06/27/02	12/18/02	12/18/02	06/10/04	06/10/04	09/03/04	09/22/04	11/03/04	06/03/24	\$1,354,733.00
185	Starkville, City of	DWI-L530020-04	2.50	03/09/04	05/12/05	05/12/05	05/18/06	08/29/06	10/19/06	11/08/06	01/01/07	08/01/26	\$933,682.00
186	Starkville, City of	DWI-L530020-03	4.00	05/07/03	09/01/04	09/01/04	11/10/06	08/17/07	09/17/07	10/03/07	12/03/07	08/03/27	\$1,573,986.00
187	Sunrise Utility Assn.	DWI-L180013-01	1.95	06/30/08	04/14/09	04/14/09	11/24/09	12/07/09	02/05/10	02/10/10	03/10/10	11/10/29	\$657,973.00
188	Thomasville W/A	DWI-L610029-01	4.50	07/21/97	12/19/97	12/19/97	08/05/98	08/18/98	10/09/98	10/20/98	12/01/98	08/01/18	\$234,497.00
189	Tri-Lake Rural W/A	DWI-L810010-01	3.00	07/10/00	11/15/00	11/15/00	07/13/01	08/09/01	11/08/01	11/12/01	02/08/02	08/08/21	\$300,666.00
190	Tupelo, City of	DWI-L410015-02	1.95	05/22/06	07/16/07	07/16/07	12/13/07	12/19/07	02/01/08	02/12/08	04/01/08	12/01/27	\$505,539.00
191	Tupelo, City of	DWI-L410015-01	4.00	05/05/03	03/01/04	03/01/04	04/30/05	05/19/05	07/11/05	07/13/05	10/01/05	05/01/25	\$1,062,113.00
192	Union W/A	DWI-L610030-01	3.00	01/19/01	01/08/01	01/08/01	12/04/02	12/04/01	02/04/02	02/26/02	04/10/02	11/10/21	\$348,085.00
193	Walls W/A	DWI-L170019-01	4.00	08/11/03	02/16/04	02/23/04	10/31/05	11/17/05	01/28/06	01/24/06	03/01/06	11/01/25	\$1,134,639.00
194	Walls W/A	DWI-L170019-02	1.95	09/15/06	09/03/07	09/03/07	12/11/08	06/11/09	08/07/09	08/26/09	09/09/09	05/09/29	\$1,599,628.00
195	Walls W/A	DWI-L170019-03	1.95	09/15/06	09/03/07	09/03/07	09/09/08	06/25/08	08/11/08	08/14/08	10/01/08	06/01/28	\$1,040,955.00
196	West Jackson Co. Utility Dist.	DWI-L300156-01	3.00	07/09/01	09/01/01	09/01/01	12/10/01	11/19/01	02/15/02	03/12/02	04/10/02	11/10/21	\$123,060.00
197	West Jackson Co. Utility Dist.	DWI-L300156-04	1.95	09/29/06	03/12/08	03/12/08	03/02/09	03/18/09	05/28/09	06/02/09	07/01/09	03/01/29	\$719,093.00
198	West Jackson Co. Utility Dist.	DWI-L300156-03	1.95	01/19/07	04/11/08	05/15/08	02/19/09	03/18/09	05/28/09	06/02/09	07/01/09	03/01/29	\$1,233,876.00

**Exhibit 10 (Continued) Historical Record of Projects Completed Through FY 2010**

No.	Project Name Communities Served	Project #	Interest Rate (%)	Award Date	Start 1st Contr.	Start Last Contr.	Elig. End Last Contr.	Final Inspect	FDL & Repay to LR	LR Exec Repay	First Repay	Final Repay	Final Loan Amount
199	West Point, City of	DWI-L130008-01	3.00	09/28/01	11/11/02	11/11/02	09/03/03	09/23/03	03/25/04	04/16/04	05/01/04	09/01/23	\$1,536,148.00
200	Wheeler-Frankstown W/A	DWI-L590014-01	1.95	09/25/09	03/12/10	03/12/10	02/05/11	03/16/11	05/20/11	06/14/11	07/01/11	02/01/31	\$268,969.00
201	Yokena-Jeff Davis W/D	DWI-L750011-01	4.00	09/30/98	05/28/99	05/28/99	01/08/00	01/21/00	04/14/00	05/05/00	06/10/00	01/10/20	\$660,877.00
<b>Cumulative Final Loan Total for FY- 1997 - 2011</b>												<b>\$164,314,571.00</b>	

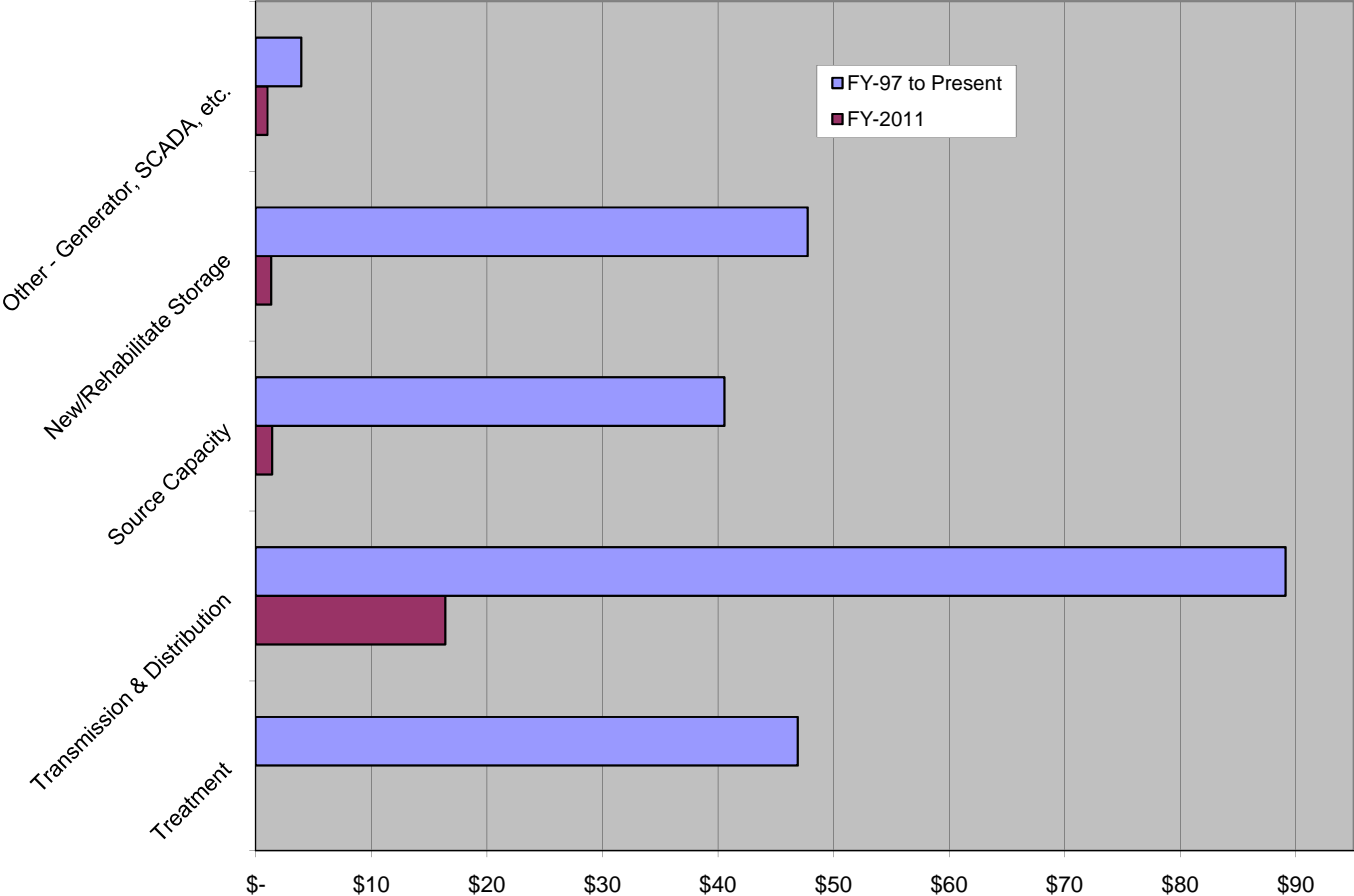
**Exhibit 11 State of Mississippi DWSIRLF Cash Flows**

YEAR	BEGINNING BALANCE	TOTAL STATE MATCH	INTEREST INCOME	PENALTY INCOME	LOAN REPAYMENTS	INCREASE IN SRF BALANCE	STATE MATCH DISBURSEMENTS	REPAYMENTS/ INTEREST DISBURSEMENTS	NET CHANGE	ENDING BALANCE
1997	\$0	\$10,000,000	\$0	\$0	\$0	\$10,000,000	\$441,669	\$0	\$9,558,331	\$9,558,331
1998	\$9,558,331	\$0	\$541,668	\$0	\$27,708	\$569,376	\$1,395,095	\$0	-\$825,720	\$8,732,611
1999	\$8,732,611	\$0	\$593,954	\$0	\$425,450	\$1,019,404	\$1,100,713	\$0	-\$81,309	\$8,651,302
2000	\$8,651,302	\$0	\$807,675	\$0	\$1,037,720	\$1,845,395	\$1,464,658	\$0	\$380,737	\$9,032,039
2001	\$9,032,039	\$5,000,000	\$782,161	\$0	\$1,620,836	\$7,402,996	\$1,850,714	\$0	\$5,552,282	\$14,584,322
2002	\$14,584,322	\$0	\$450,125	\$0	\$3,856,538	\$4,306,662	\$3,001,364	\$0	\$1,305,299	\$15,889,620
2003	\$15,889,620	\$0	\$258,188	\$0	\$3,097,324	\$3,355,512	\$3,531,837	\$0	-\$176,326	\$15,713,295
2004	\$15,713,295	\$0	\$173,422	\$0	\$5,228,781	\$5,402,203	\$6,919,320	\$0	-\$1,517,117	\$14,196,178
2005	\$14,196,178	\$1,740,000	\$420,431	\$0	\$5,455,940	\$7,616,371	\$213,363	\$0	\$7,403,008	\$21,599,186
2006	\$21,599,486	\$4,003,000	\$830,827	\$0	\$5,434,026	\$10,267,853	\$1,514,788	\$0	\$8,753,065	\$30,352,551
2007	\$30,352,551	\$0	\$1,580,179	\$0	\$6,047,052	\$7,627,231	\$3,066,044	\$0	\$4,561,187	\$34,913,738
2008	\$34,913,738	\$4,000,000	\$1,665,021	\$0	\$7,291,214	\$12,956,235	\$5,116,113	\$3,368,096	\$4,472,026	\$39,385,764
2009	\$39,385,764	\$0	\$1,561,383	\$0	\$7,667,390	\$9,228,773	\$4,904,567	\$3,694,673	\$629,533	\$40,015,297
2010	\$40,015,297	\$1,400,000	\$965,854	\$0	\$8,341,654	\$10,707,508	\$91,596	\$15,636,647	-\$5,020,735	\$34,994,562
2011	\$34,994,562	\$0	\$645,318	\$0	\$10,093,087	\$10,738,405	\$1,397,304	\$13,511,638	-\$4,170,537	\$30,824,025
<b>TOTALS</b>		<b>\$26,143,000</b>	<b>\$11,276,206</b>	<b>\$0</b>	<b>\$65,624,719</b>		<b>\$36,009,145</b>	<b>\$36,211,054</b>		

**Exhibit 12 FY-2011 DWSIRLF Loan Payments Disbursements by Quarter**

<b>FFY2011 QUARTER</b>	<b># PROJECTS</b>	<b>STATE FUNDS</b>	<b>REGULAR FEDERAL FUNDS</b>	<b>ARRA FUNDS</b>	<b>TOTAL FED</b>	<b>TOTAL</b>
<b>1</b>	64	\$2,774,171	\$5,137,366	\$2,964,742	\$8,102,108	\$10,876,279
<b>2</b>	39	\$960,053	\$5,814,976	\$786,409	\$6,601,385	\$7,561,438
<b>3</b>	25	\$1,876,100	\$849,399	\$1,004,655	\$1,854,054	\$3,730,154
<b>4</b>	37	\$8,975,336	\$0	\$323,282	\$323,282	\$9,298,618
<b>YEARLY TOTALS</b>	165	\$14,585,660	\$11,801,741	\$5,079,088	\$16,880,829	\$31,466,489

**Exhibit 13 Funding Uses for the DWSIRLF in Millions**







**ATTACHMENT**  
**Attachment I – Annual Independent Audit**



STATE OF MISSISSIPPI  
DEPARTMENT OF HEALTH  
DRINKING WATER SYSTEMS IMPROVEMENTS REVOLVING LOAN FUND

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Audited Financial Statements  
June 30, 2011  
(With Comparative Totals for June 30, 2010)

State of Mississippi  
Department of Health  
Drinking Water Systems Improvements Revolving Loan Fund

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# Windham and Lacey, PLLC

## *Certified Public Accountants*

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Mississippi Society of CPAs

### **Independent Auditor's Report**

Local Governments and Rural  
Water Systems Improvements Board  
Mississippi State Department of Health

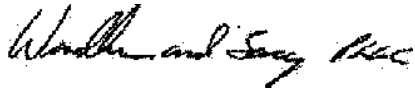
We have audited the accompanying financial statements of the Drinking Water Systems Improvements Revolving Loan Fund (the Fund) of the Local Governments and Rural Water Systems Improvements Board, as administered by the Mississippi State Department of Health, an agency of the State of Mississippi, as of and for the year ended June 30, 2011, as listed in the table of contents. These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, the financial statements referred to above are intended to present only the financial position and results of operations of the Drinking Water Systems Improvements Revolving Loan Fund of the Local Governments and Rural Water Systems Improvements Board, as administered by the Mississippi State Department of Health, an agency of the State of Mississippi. These statements are not intended to present the financial position and results of operations for the State of Mississippi or the Mississippi State Department of Health, of which the Fund is a part.

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the Fund as of June 30, 2011, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report, dated September 30, 2011, on our consideration of the Drinking Water Systems Improvements Revolving Loan Fund of the Local Governments and Rural Water Systems Improvements Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

A handwritten signature in black ink, appearing to read "Windham and Lacey, PLLC". The signature is written in a cursive, flowing style.

Windham and Lacey, PLLC  
September 30, 2011

DEPARTMENT OF HEALTH  
DRINKING WATER SYSTEMS IMPROVEMENTS REVOLVING LOAN FUND

FINANCIAL STATEMENTS

STATE OF MISSISSIPPI  
DEPARTMENT OF HEALTH  
DRINKING WATER SYSTEMS IMPROVEMENTS  
REVOLVING LOAN FUND  
BALANCE SHEET  
JUNE 30, 2011  
(WITH COMPARATIVE TOTALS FOR 2010)

ASSETS	<u>2011</u>	<u>2010</u>
Equity in internal investment pool	\$ 42,095,594	41,797,627
Receivables:		
Loans receivable	50,306,521	49,316,777
Due from other governments	88,861,097	67,610,936
Due from federal government	398,811	330,860
Interest receivable on investments	33,824	18,063
	<hr/>	<hr/>
TOTAL ASSETS	\$ 181,695,847	159,074,263
	<hr/>	<hr/>
<b>LIABILITIES AND FUND BALANCE</b>		
<b>LIABILITIES:</b>		
Warrants payable	62,529	156,116
Accounts payable	387,800	276,765
Due to other funds		3,545
Due to local governments	1,495,020	257,640
	<hr/>	<hr/>
TOTAL LIABILITIES	1,945,349	694,066
	<hr/>	<hr/>
<b>FUND BALANCE:</b>		
Restricted for health and social service	179,750,498	158,380,197
	<hr/>	<hr/>
TOTAL FUND BALANCE	179,750,498	158,380,197
	<hr/>	<hr/>
TOTAL LIABILITIES AND FUND BALANCE	\$ 181,695,847	159,074,263
	<hr/> <hr/>	<hr/> <hr/>

See accompanying Notes to Financial Statements.



STATE OF MISSISSIPPI  
DEPARTMENT OF HEALTH  
DRINKING WATER SYSTEMS IMPROVEMENTS  
REVOLVING LOAN FUND  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE  
YEAR ENDED JUNE 30, 2011  
(WITH COMPARATIVE TOTALS FOR 2010)

	2011	2010
REVENUES:		
Interest on loans	\$ 3,404,763	3,320,077
Interest on investments	710,057	1,092,096
Loan administration fee	67,364	
Federal programs	12,808,400	8,146,079
Federal programs - ARRA	9,250,150	9,823,254
<b>TOTAL REVENUES</b>	<b>26,240,734</b>	<b>22,381,506</b>
EXPENDITURES:		
Administrative expenses	595,893	532,297
Principal forgiveness - ARRA	3,197,144	6,693,622
Principal forgiveness - Other	880,082	
<b>TOTAL EXPENDITURES</b>	<b>4,673,119</b>	<b>7,225,919</b>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<b>21,567,615</b>	<b>15,155,587</b>
OTHER FINANCING SOURCES (USES):		
Proceeds from bonds issued	1,400,000	
Transfers, net	(1,597,314)	(1,261,810)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(197,314)</b>	<b>(1,261,810)</b>
<b>EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES</b>	<b>21,370,301</b>	<b>13,893,777</b>
FUND BALANCE:		
Beginning of Year	158,380,197	144,486,420
End of Year	\$ 179,750,498	158,380,197

See accompanying Notes to Financial Statements.

STATE OF MISSISSIPPI  
Department of Health  
Drinking Water Systems Improvements Revolving Loan Fund  
Notes to Financial Statements  
June 30, 2011

I. ORGANIZATION OF THE FUND.

The Mississippi State Legislature established the Drinking Water Systems Improvements Revolving Loan Fund (the Fund) pursuant to the federal Safe Drinking Water Act Amendments of 1996. The Act created the revolving loan fund program to provide low interest rate loans to counties, municipalities, districts and other tax-exempt water systems organizations for construction of new water systems, the expansion or repair of existing water systems and/or the consolidation of new or existing water systems. The State law further provides that any such federal funds shall be used and expended only in accordance with federal laws, rules and regulations governing the expenditure of such funds. The State law created the Local Governments and Rural Water Systems Improvements Board (the Board) to implement the loan program and otherwise administer provisions of the law.

Loans are awarded on a priority system, which gives maximum priority to projects needed to comply with the federal Safe Drinking Water Act (SDWA), projects that provide the greatest protection to public health and those projects which assist systems most in need on a per household basis. Interest rates charged on loans will be at or below market interest rates as determined by the Board, with up to 20 years allowed for repayment.

Federal funds are provided through federal capitalization grants pursuant to Section 1452 of the SDWA Amendments of 1996. The amount of each grant is determined by the State's U.S. Environmental Protection Agency (EPA) allocated share of the annual federal appropriation for the program. The award of each grant is conditioned on the State depositing an amount into the Fund equaling 20% of the amount of each federal capitalization grant. The State Legislature authorized the issuance of the state general obligation bonds to provide state funds for the program. \$26,143,000 of the proceeds from the sale of these bonds has been deposited into the Fund. These funds are invested by the State Treasurer until such time that the funds are needed to meet state matching requirements on loan payments. As of June 30, 2011, the EPA had awarded \$130,993,400 in capitalization grants to the State, requiring \$26,198,680 in state matching funds.

The Fund is administered by the Mississippi State Department of Health (MSDH) under the direction of the Board. MSDH's primary activities include loans for drinking water systems and management and coordination of the Fund. The Board consists of the following nine voting members: the State Health Officer; the Executive Directors of the Mississippi Development Authority; the Department of Environmental Quality; the Department of Finance and Administration; the Mississippi Association of Supervisors; the Mississippi Municipal League; and the American Consulting Engineers Council; the State Director of the United States Department of Agriculture, Rural Development; and a manager of a rural water system. The manager of a rural water system is appointed by the Governor from a list of candidates provided by the Executive Director of the Mississippi Rural Water Association. Non-appointed members of the Board may designate another representative of their agency or association to serve as an alternate. The gubernatorial appointee serves a term concurrent with the Governor and until a successor is appointed.

The Fund does not have any full-time employees. MSDH provides employees to manage the program.

STATE OF MISSISSIPPI  
Department of Health  
Drinking Water Systems Improvements Revolving Loan Fund  
Notes to Financial Statements  
June 30, 2011

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES.

*Basis of Accounting*

The Fund presents its financial statements as a general fund and uses the modified accrual basis of accounting. Revenues are recognized when both "measurable and available". Measurable means the amount can be determined. Available means amounts collectible within the current period or soon enough thereafter to pay current liabilities. Expenditures are recorded when the related liability is incurred. The Fund applies all relevant Governmental Accounting Standards Board (GASB) pronouncements, as well as applicable statements issued by the Financial Accounting Standards Board.

*Loans Receivable and Due From Other Governments*

The State operates the Fund as a direct loan program, whereby loans made to drinking water systems are 80.77% funded by the federal capitalization grant and 19.23% by the state matching amount. Loan funds are disbursed to the loan recipients upon receipt of a request from the loan recipient for the purposes of the loan. Interest is calculated from initial contract completion date. After the final disbursement has been made, the payment schedule identified in the loan agreement is adjusted for the actual amounts disbursed, plus interest accrued from initial contract completion date to initiation of repayment process.

*Fund Balance*

In accordance with Government Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the governmental fund balance is classified as follows:

Restricted: includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation. The fund balance in the fund is Restricted for Health and Social Service due to federal grant requirements, bond issuance provisions, and state and federal legislation.

*Budget Information*

Under the Constitution of the State of Mississippi, money may only be drawn from the Treasury by a legal appropriation. The Fund operations are included in MSDH's annual budget.

3. EQUITY IN INTERNAL INVESTMENT POOL.

All monies of the Fund are deposited with the State Treasurer and are considered to be cash and cash equivalents. The Treasurer is responsible for maintaining the cash balances in accordance with state laws, and excess cash is invested in the State's cash and short-term investment pool. Details of the investments of the internal investment pool for state agencies can be obtained from the State Treasurer. As of June 30, 2011, the State's total pooled deposits and investments for state agencies were approximately \$3.3 billion, and the average remaining life of the securities invested was 3.0 years. The earnings for the total pooled investments for the year ended June 30, 2011 were approximately \$17.3 million.

STATE OF MISSISSIPPI  
 Department of Health  
 Drinking Water Systems Improvements Revolving Loan Fund  
 Notes to Financial Statements  
 June 30, 2011

Equity in internal investment pool is cash equity with the Treasurer and consists of pooled deposits and investments carried at cost, which approximates fair value. At June 30, 2011, the Fund had approximately \$42 million in the Treasurer's internal investment pool. The total deposits and investments of the internal investment pool are categorized according to credit risk in the State of Mississippi's Comprehensive Annual Financial Report. However, the Fund's portion of the internal investment pool cannot be individually categorized because the deposits and investments are pooled with other state agencies.

**4. LOANS RECEIVABLE AND DUE FROM OTHER GOVERNMENTS AND CREDIT RISK.**

The Fund makes loans to qualified drinking water systems for projects that meet the eligibility requirements of the SDWA. Loans are financed by capitalization grants, ARRA grants, state match and revolving funds. Interest rates on loans vary between 1.95% to 4.5% and are generally repaid over 20 years, starting normally within one year after the project is completed. Details of loans receivable as of June 30, 2011, are discussed below.

In the event of a default on a loan obligation by a public entity, MSDH has certain legal remedies that provide for ultimate collection of amounts due. Management believes that no allowance for doubtful accounts is necessary because of the applicant review process.

*Loans by Category*

Loans receivable (including amounts due from other governments) at June 30, 2011, net of loan origination fees, as discussed below, are as follows:

<u>Description</u>	<u>Loans Authorized</u>	<u>Authorized Amount Remaining</u>	<u>Loan Balance</u>
Completed projects	\$ 161,241,980		\$ 117,347,830
Projects in progress	<u>47,715,686</u>	<u>25,895,898</u>	<u>21,819,788</u>
Totals	\$ <u>208,957,666</u>	\$ <u>25,895,898</u>	139,167,618
Less amount due within one year on completed projects			<u>(7,567,589)</u>
Loans receivable and due from other governments, long-term			\$ <u>131,600,029</u>

STATE OF MISSISSIPPI  
 Department of Health  
 Drinking Water Systems Improvements Revolving Loan Fund  
 Notes to Financial Statements  
 June 30, 2011

Loans mature at various intervals through June 30, 2031. The scheduled principal payments on loans maturing in subsequent years are as follows:

Years Ending June 30	Amount
Completed projects:	
2012	\$ 7,567,589
2013	7,538,346
2014	7,634,581
2015	7,829,316
2016	8,056,264
Thereafter	78,721,734
Projects in progress	<u>21,819,788</u>
	<u>\$ 139,167,618</u>

***Loan Administrative Fees***

The Fund collects administrative fees from each loan recipient at 5% of the loan amount. Prior to July 1, 2009, these administrative fees were added to the loan amount as the loan principal to be repaid by the loan recipient. Financial Accounting Standards Board Statement No. 91, *Accounting for Nonrefundable Fees and Costs Associated with Originating or Acquiring Loans and Direct Initial Costs of Leases* (FASB 91), considers these fees to be origination fees and requires that loan origination fees be deferred and recognized over the life of the loan as an adjustment to the interest rate. FASB 91 also requires that the unamortized balance of such fees be reported as part of the loan to which it relates. Beginning July 1, 2009, the Fund collects administrative fees from the interest portion of loan repayments. Interest payments from each loan recipient are reclassified to administrative fee income until the entire administrative fee for that loan has been collected. Loan administration fee revenue of \$67,364 was collected in 2011.

Details of the unamortized loan origination fees included in loans receivable and due from other governments at June 30, 2011, follow:

<u>Description</u>	<u>Unamortized Loan Origination Fees</u>
Completed projects	\$ 4,742,726
Projects in progress	<u>921,500</u>
Total	<u>\$ 5,664,226</u>

Amortization of loan origination fees on completed projects was \$329,584 for the year ended June 30, 2011, and is included in interest on loans on the Statement of Revenues, Expenditures and Changes in Fund Balance.

STATE OF MISSISSIPPI  
 Department of Health  
 Drinking Water Systems Improvements Revolving Loan Fund  
 Notes to Financial Statements  
 June 30, 2011

**Major Loans to Drinking Water Systems**

As of June 30, 2011, the Fund had made loans to 35 drinking water systems that, in the aggregate, exceeded \$1,500,000. The outstanding balances of these loans represent approximately 81% of the total loans receivable, as follows:

Local Agency	Authorized Loan Amount	Outstanding Balance
ACL Water Association	1,718,036 \$	1,205,045
Adams County Water Association	3,754,870	2,031,443
Bear Creek Water Association	8,989,445	7,103,782
City of Clinton	3,212,103	2,674,024
City of Gautier	2,677,171	2,654,160
City of Hernando	3,979,753	1,059,804
City of Horn Lake	2,283,457	1,413,227
City of Laurel	2,645,130	870,373
City of Long Beach	1,521,484	916,487
City of Ocean Springs	5,497,240	4,772,171
City of Olive Branch	4,734,818	3,516,272
City of Pascagoula	6,785,595	4,587,429
City of Pearl	3,809,906	3,389,323
City of Ridgeland	1,771,699	1,728,107
City of Southaven	11,270,753	9,399,098
City of Starkville	4,491,248	3,533,861
City of Tupelo	1,567,652	1,267,476
City of West Point	1,536,148	1,063,886
Collinsville Water Association	1,530,000	1,109,179
Columbus Utilities Commission	1,771,530	1,085,171
Corinth Utilities Commission	48,884,160	30,494,754
Culkin Water District	3,086,113	2,329,044
Fannin Water Association	1,566,435	1,128,949
Fisher Ferry Water District	3,105,984	2,482,650
Greenfield Water Association	2,302,160	1,400,692
Hilldale Water District	3,355,850	1,807,145
Lewisburg Water Association	1,948,907	1,419,693
Town of Morton	2,188,373	1,462,998
Northeast Mississippi Regional Water Supply District	2,677,553	1,616,651
Pleasant Hill Water Association	1,935,359	407,283
Southeast Rankin Water Association	2,109,701	1,294,822
Southwest Jones Water Association	1,871,292	1,825,485
Town of Caledonia	4,305,244	3,262,975
Walls Water Association	3,775,223	2,886,664
West Jackson Utility District	2,076,029	2,051,723
	<u>\$ 160,736,421</u>	<u>\$ 111,251,846</u>

STATE OF MISSISSIPPI  
 Department of Health  
 Drinking Water Systems Improvements Revolving Loan Fund  
 Notes to Financial Statements  
 June 30, 2011

5. GRANT AWARDS.

The Fund is funded by Capitalization Grants from the EPA authorized by Section 1452 of the SDWA Amendments of 1996 and matching funds from the State. All federal funds drawn are recorded as grant awards from the EPA. As of June 30, 2011, the EPA has awarded capitalization grants of \$130,993,400 to the State, of which \$127,286,422 has been drawn for loans and administrative expenses. The State has provided matching funds of \$26,143,000 from six general obligation bond issues by the State. The proceeds from these bonds were deposited into the Fund for state matching. The following summarizes the capitalization grants awarded, amounts drawn on each grant and balances available for future loans:

Year	Grant Amount	Draws			Available June 30, 2011
		Through June 30, 2010	2011 Draws	Through June 30, 2011	
1997	\$ 16,474,200	\$ 16,474,200	\$	\$ 16,474,200	0
1998	8,271,700	8,271,700		8,271,700	0
1999	8,669,500	8,669,500		8,669,500	0
2000	9,010,100	9,010,100		9,010,100	0
2001	9,047,400	9,047,400		9,047,400	0
2002	8,052,500	8,052,500		8,052,500	0
2003	8,004,100	8,004,100		8,004,100	0
2004	8,303,100	8,303,100		8,303,100	0
2005	8,285,500	8,284,898		8,284,898	602
2006	8,229,300	8,229,047	250	8,229,297	3
2007	8,229,000	7,901,243	56,330	7,957,573	271,427
2008	8,146,000	6,968,705	798,096	7,766,801	379,199
2009	8,146,000	7,207,410	102,808	7,310,218	835,782
2010	14,125,000		11,905,035	11,905,035	2,219,965
	<u>\$ 130,993,400</u>	<u>\$ 114,423,903</u>	12,862,519	<u>\$ 127,286,422</u>	3,706,978
Receivable, June 30, 2010			(96,473)		
Receivable, June 30, 2011			<u>42,354</u>		<u>(42,354)</u>
Grant revenues, modified accrual basis			<u>\$ 12,808,400</u>		
Amount available, modified accrual basis					<u>\$ 3,664,624</u>

As of June 30, 2010 and 2011, state matching contributions were as follows:

Description	Contributions Through June 30, 2010	Fiscal Year 2011 Contributions	Contributions Through June 30, 2011
State of Mississippi	<u>\$ 24,743,000</u>	<u>\$ 1,400,000</u>	<u>\$ 26,143,000</u>

STATE OF MISSISSIPPI  
 Department of Health  
 Drinking Water Systems Improvements Revolving Loan Fund  
 Notes to Financial Statements  
 June 30, 2011

**6. ARRA GRANT AWARDS**

In 2009, the EPA awarded the Fund a \$19,500,000 American Recovery and Reinvestment Act of 2009 grant. The Fund did not begin drawing funds from the grant until fiscal year 2010. As of June 30, 2011, the Fund has drawn \$18,716,947 for loans and administrative expenses. There is no matching requirement for this grant.

The Fund has disbursed loans totaling \$17,357,681 and administrative and small system technical assistance expenses totaling \$1,715,723 from grant funds received or accrued. Provisions of the grant require the Fund to use at least 50% of grant funds to provide additional subsidization to water systems in the form of principal forgiveness. In fiscal year ended June 30, 2010, the Fund granted principal forgiveness of \$6,693,622. In fiscal year ended June 30, 2011, the Fund granted principal forgiveness of \$3,197,144 for a total through June 30, 2011 of \$9,890,766.

The following summarizes the ARRA grant awarded, amounts drawn on each grant and balances available for future loans and expenses:

Year	ARRA Grant Amount	Draws			Available June 30, 2011
		Through June 30, 2010	2011 Draws	Through June 30, 2011	
2009	<u>\$ 19,500,000</u>	<u>\$ 9,588,867</u>	<u>\$ 9,128,080</u>	\$ 18,716,947	\$ 783,053
	<u>\$19,500,000</u>	<u>\$ 9,588,867</u>	9,128,080	<u>\$ 18,716,947</u>	783,053
Receivable, June 30, 2010			(234,387)		
Receivable, June 30, 2011			<u>356,457</u>		<u>(356,457)</u>
ARRA grant revenues, modified accrual basis			<u>\$ 9,250,150</u>		
Amount available, modified accrual basis					<u>\$ 426,596</u>

**7. CONTINGENCIES.**

The Fund is exposed to various risks of loss related to torts, thefts of assets, errors or omissions, and injuries to state employees while performing Fund business, or acts of God. MSDH maintains insurance for some risks of loss. Risks of loss related to torts are administered by the Mississippi Tort Claims Board. Since its inception in 1996, there have not been any claims against the Fund.



# Windham and Lacey, PLLC

*Certified Public Accountants*

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**Independent Auditor's Report on  
Internal Control Over Financial Reporting and on  
Compliance and Other Matters Based on an  
Audit of the Financial Statements  
Performed in Accordance with  
*Government Auditing Standards***

The Local Governments and Rural  
Water Systems Improvements Board  
Mississippi State Department of Health

We have audited the financial statements of the Drinking Water Systems Improvements Revolving Loan Fund (the Fund) of the Local Governments and Rural Water Systems Improvements Board, as administered by the Mississippi State Department of Health, an agency of the State of Mississippi, as of and for the year ended June 30, 2011, and have issued our report thereon dated September 30, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Drinking Water Systems Improvements Revolving Loan Fund of the Local Governments and Rural Water Systems Improvements Board's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Fund's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying Schedule of Findings and Responses, we identified deficiencies in internal control over financial reporting that we consider to be material weaknesses.

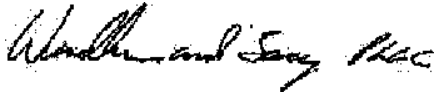
A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying Schedule of Findings and Responses (items 11-1 and 11-2), to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Drinking Water Systems Improvements Revolving Loan Fund of the Local Governments and Rural Water Systems Improvements Board's financial statements as administered by the Mississippi State Department of Health are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

The Fund's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Responses. We did not audit the Fund's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of management, the Local Governments and Rural Water Systems Improvements Board, others within the entity, the Governor, Members of the Legislature and the United States Environmental Protection Agency and is not intended to be and should not be used by anyone other than the specified parties. However, this report is a matter of public record and its distribution is not limited.



Windham and Lacey, PLLC  
September 30, 2011

# Windham and Lacey, PLLC

*Certified Public Accountants*

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American Institute of CPAs  
Mississippi Society of CPAs

**Independent Auditor's Report on Compliance  
with the Requirements Applicable to the  
Environmental Protection Agency's  
Capitalization Grants for Drinking Water  
State Revolving Funds in Accordance with  
*Government Auditing Standards***

The Local Governments and Rural  
Water Systems Improvements Board  
Mississippi State Department of Health

We have audited the financial statements of the Drinking Water Systems Improvements Revolving Loan Fund (the Fund) of the Local Governments and Rural Water Systems Improvements Board, as administered by the Mississippi State Department of Health, an agency of the State of Mississippi, as of and for the year ended June 30, 2011, and have issued our report thereon dated September 30, 2011.

We have also audited the Fund's compliance with requirements governing:

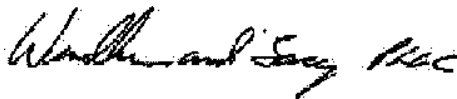
- Activities allowed or unallowed,
- Allowable costs/cost principles,
- Cash management,
- State matching,
- Period of availability of federal funds and binding commitments,
- Procurement, suspension and debarment,
- Program income,
- Reporting,
- Subrecipient monitoring, and
- Special tests and provisions

that are applicable to the Drinking Water Systems Improvements Revolving Loan Fund of the Local Governments and Rural Water Systems Improvements Board for the year ended June 30, 2011. The management of the Drinking Water Systems Improvements Revolving Loan Fund of the Local Governments and Rural Water Systems Improvements Board is responsible for the Fund's compliance with those requirements. Our responsibility is to express an opinion on those requirements based on our audit.

We conducted our audit of compliance with those requirements in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the Fund's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the Fund's compliance with those requirements.

In our opinion, the Fund complied, in all material respects, with the requirements governing activities allowed or unallowed; allowable costs/cost principles; cash management; state matching; period of availability of federal funds and binding commitments; procurement, suspension and debarment; program income; reporting; subrecipient monitoring; and special tests and provisions that are applicable to the Drinking Water Systems Improvements Revolving Loan Fund of the Local Governments and Rural Water Systems Improvements Board for the year ended June 30, 2011.

This report is intended for the information and use of management, the Local Governments and Rural Water Systems Improvements Board, others within the entity, the Governor, Members of the Legislature and the United States Environmental Protection Agency and is not intended to be and should not be used by anyone other than the specified parties. However, this report is a matter of public record and its distribution is not limited.

A handwritten signature in black ink that reads "Windham and Lacey, PLLC". The signature is written in a cursive, flowing style.

Windham and Lacey, PLLC  
September 30, 2011

DEPARTMENT OF HEALTH  
DRINKING WATER SYSTEMS IMPROVEMENTS REVOLVING LOAN FUND

SCHEDULE OF FINDINGS AND RESPONSES

**Department of Health  
Drinking Water Systems Improvements Revolving Loan Fund  
Schedule of Findings and Responses  
For the Year Ended June 30, 2011**

11-1. Finding

Material Weakness:

The Fund's internal control over financial reporting of federal expenditures failed to properly identify the amount of federal expenditures accrued at year-end resulting in a material overstatement of federal program expenditures and revenues as well as the receivable due from the federal government.

Recommendation

Drinking Water SRF Director and Finance/Administrative Coordinator should implement procedures that will improve internal controls over the financial reporting of federal expenditures and revenues.

Fund Director's Response

The agency concurs with this finding. The agency hired a CPA firm to prepare the year-end financial statements for Fiscal Year 2011. As a result of a missed communication between agency staff and the CPA firm the Lapse Period expenditures were entered into the Federal Grant Activity schedule twice causing the misstatement mentioned in the finding. The appropriate agency staff, as well as the CPA firm has been made aware that this error occurred and why it happened so that the error will not be repeated.

11-2. Finding

Material Weakness:

The Fund's internal control over financial reporting of loan disbursements failed to properly identify a material amount of loan disbursements. Accrued disbursements were incorrectly classified as subsidies when the disbursements should have been classified as loan disbursements. The effect of this misclassification resulted in a material overstatement of expenditures.

Recommendation

Drinking Water SRF Director and Finance/Administrative Coordinator should implement procedures that will improve internal controls over the financial reporting of accrued disbursements.

Fund Director's Response

The agency concurs with this finding. The Drinking Water SRF Division retained a CPA, as they have in the past, to prepare a section of their year-end financial statement. In communications between this CPA and the CPA firm that was hired to prepare the statements for the agency it was not conveyed that an adjustment was needed. To correct this problem we will in the future have only one firm to work on the year-end financial statement and see that the firm has all the necessary information to prepare the financial statements correctly.