

State of Connecticut



State Revolving Fund Programs: **CLEAN WATER FUND**

Supporting the Planning, Design and Construction of Water Quality Projects

2006 Annual Report

State of Connecticut
CLEAN WATER FUND



Gina McCarthy
Commissioner
Department of
Environmental Protection

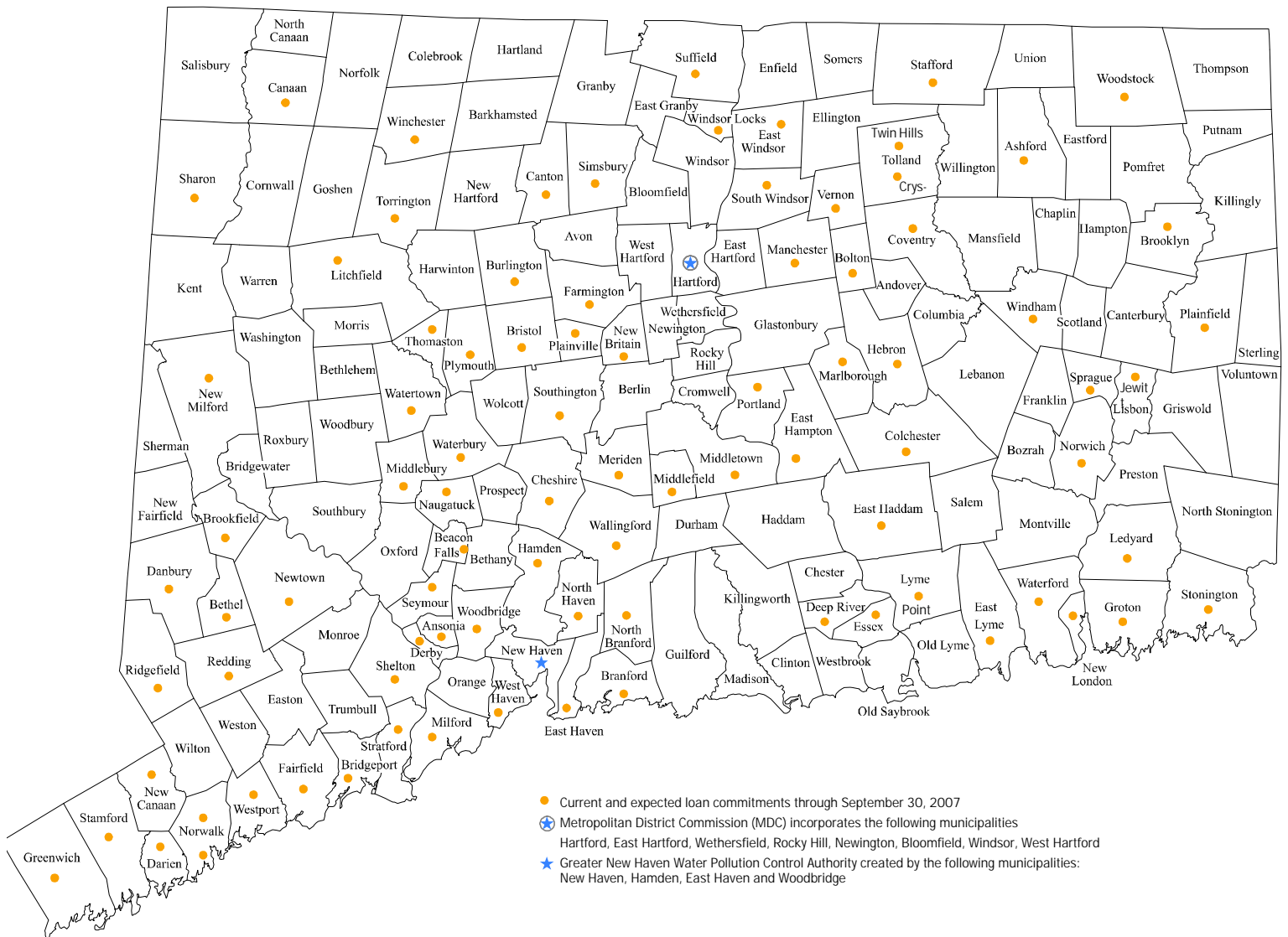


Denise L. Nappier
State Treasurer

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Location of State Revolving Fund Projects in Connecticut



This report is for the fiscal year ending June 30, 2006, the seventeenth Annual Report to the Governor on the Clean Water Fund (CWF). It has been prepared jointly by the Department of Environmental Protection, Bureau of Water Protection and Land Reuse, and Financial Management Services (DEP) and the Office of the Treasurer, Debt Management Division (OTT).

Included in this report is the history of the CWF, a review of operations and project financing during fiscal year 2006, descriptions of the revenue bond program, projections of future project funding and the management initiatives for fiscal year 2007. As a recipient of more than \$500,000 in federal financial assistance, the State must provide audited statements and comply with the federal Single Audit Act of 1984. The audited statements for fiscal year ended June 30, 2006 provided in this report, have been prepared by a firm of independent certified public accountants.

While this report includes references to the Drinking Water Fund (DWF), a separate annual report is available for the DWF. Copies of this and previous annual reports of the CWF and DWF are available at the State Treasurer's Office during regular business hours. The annual reports for fiscal years 2001 through 2006 are available on the Treasurer's website at www.state.ct.us/ott.

History

The State of Connecticut Clean Water Fund provides financial assistance to municipalities for the construction, rehabilitation, expansion or improvement of publicly-owned systems for the storage, treatment, and reclamation of sewage prior to discharge into receiving waters. The State's revolving fund (SRF) programs consist of: (1) the wastewater pollution control revolving fund program, or Clean Water Fund (CWF), established by the State under the federal Water Quality Act of 1987, and (2) the Drinking Water Revolving Fund (DWF) program established by the State under the 1996 amendments to the federal Safe Drinking Water Act. The Connecticut General Statutes Section 22a-475-485 inclusive, authorize the State to establish and operate the SRF programs, to apply for and receive federal funds, and to provide low-cost financing to achieve and facilitate compliance with federal and state water quality standards.

Connecticut was one of the first states to create a state revolving fund. In 1986, the DEP, the Office of Policy and Management and the Treasurer's Office recommended changes in the method of financial assistance provided by the State to municipalities for wastewater and water pollution control. In that year, the legislature passed Public Act No. 86-420, which established a revolving loan program. The program is one of the most generous in the United States, with 100% project financing which includes grants for a percentage of the project cost and low 2% interest rate loans for the balance of the project cost.

The State has taken a series of steps to enhance its partnership with local governments in building and financing projects that improve water quality and protect public health while sustaining its significant natural resources. The State has made several changes to enhance the program's ability to meet Connecticut's water quality needs.

- In 1987, the legislature amended the statutes to clearly show compliance with the federal Water Quality Act of 1987 and to provide a new financing strategy to support the programs.
- In 1996, the statutes were amended to include provisions for the Drinking Water State Revolving Fund and to create the subordinated refunding bond resolution to take advantage of opportunities to reduce debt costs.
- In 1999, further amendments increased the grant percentage for project costs for nitrogen removal modifications or upgrades to wastewater treatment facilities and created the Nitrogen Credit Trading Program.
- In 2002, the State increased small community grants from 20% to 25% for small communities regardless of project size.
- In 2002, the statutes were amended to create a 100% loan program for collection system improvements.
- In 2003, the State restructured the financing program and created the General Revenue Bond Resolution, which increased the amount of available loan funding and improved the efficiency of the program.

The funding for the CWF program comes from several sources. The following authorizations have been

approved through July 1, 2006:

- State GO bond authorizations totaling \$781 million, including a state match totaling \$100.7 million provided with bonds or state funded projects and State interest subsidy bonds of \$55.6 million, and
- State Revenue Bond authorizations totaling \$1.3 billion.

The State also receives federal capitalization grants. Since 1987 \$327.2 million in awards have been drawn by the State. In addition, the State's match contributions to the program exceed the \$68.2 million required for the current capitalization grants by \$31.8 million. The State uses the grant and the match to support the revenue bond project financial program. Federal capitalization grants and state matching funds must remain in the revolving fund due to federal perpetuity requirements.

Projects and project commitments of over \$1.5 billion (as further detailed in Appendix XI) include \$399.3 million in grants for wastewater and Long Island Sound projects, \$88.6 million in loans for projects funded by the state, \$51.7 million in direct loans using federal capitalization grants, \$6.5 million in Long Island Restoration Act (LISRA) grants, and \$991.7 million in loans funded by, or to be funded by, revenue bonds. These projects have provided wastewater treatment facilities and systems in areas of the state comprising more than 65% of the population.

To decrease the financial burden of wastewater treatment on municipalities, and as an incentive to make progressive improvements and maintain compliance with water quality standards, the State has funded grants and subsidized 2% loan interest rates.

The Department of Environmental Protection (DEP) Bureau of Water Protection and Land Reuse has program responsibility for the CWF. Its mission statement is:

To protect and restore the State's surface, ground waters, water related resources to protect public water supply, human health and safety, hazard mitigation, river restoration, preserve and enhance water based recreation, propagation of fish and aquatic life, and the natural character and economic well being of the State.

The Bureau achieves its mission through the adoption of water quality standards for the state's surface and ground water resources, regulation of municipal and industrial wastewater discharges, management of construction on and adjacent to coastal and inland water resources, enforcement of the water quality standards, mitigation of natural hazards, control of floodplain development, river restoration, water resource protection, remediation of waste disposal sites, monitoring and assessment of water quality, management of the CWF, and development of strategies to abate or prevent water pollution.

Summary of Activities and Accomplishments in 2006

The CWF program is one of Connecticut's largest infrastructure financing programs. During the 2006 fiscal year, the program:

- Provided financial and administrative management including engineering oversight of 40 active CWF projects, 1 active DWF project, 13 Special Act Projects and 15 anticipated Small Town Economic Assistance Program (STEAP) projects, and the initiation of 21 new CWF projects totaling \$120.4 million.
- Utilized all of the EPA's Long Island Sound Restoration Act (LISRA) grants to augment CWF financing for Connecticut's distressed communities. The fiscal year 2001 appropriation of \$1.58 million was used for planning grants. The fiscal year 2002, 2003, 2004, and 2005 appropriations of \$2 million, \$1.7 million, \$2.4 million and \$1.9 million respectively, were used for design grants.
- Provided financial and administrative management to six municipalities and two regional authorities. The Preliminary Plan of Operation for the creation of Greater New Haven Water Pollution Control Authority was approved by both the DEP Commissioner and the Treasurer during the year. The Bolton Lakes Water Pollution Control Authority was approved at the local level in September 2005, and the preliminary Plan of Operations was submitted to the DEP and the Treasurer's Office in July 2006.
- Provided financial and administrative support for interim denitrification improvements by the MDC, Enfield, Suffield and Winsted. These projects will increase the removal of nitrogen from plant discharge without new tankage or other process upgrades. These projects are important for the achievement of the Total Maximum Daily Load (TMDL) for nitrogen for the projection of Long Island Sound through the reduction in the degree of an area of hypoxia (low dissolved oxygen).
- Provided financial and administrative support for the EPA's Special Appropriations Grant (STAG) awarded in fiscal years 2001 through 2006 which totaled \$7.75 million for water and wastewater infrastructure projects within the Metropolitan District Commission (MDC) and the following municipalities: Bolton, Groton, Meriden, New Britain, New Fairfield, Southington, Stamford, Vernon and Waterbury.
- Adopted the Fiscal Years 2006 and 2007 Financial Assistance Programs Priority List as shown in Appendix VI.
- The Treasurer's Office and DEP reviewed and updated all of the CWF planning, design and construction agreements in conjunction with bond counsel and the State Attorney General's Office to reflect current laws regarding contracting integrity, indemnification of the State, insurance guidelines for contractors and audit requirements.
- Met and maintained minority and women owned business enterprise (MBE/WBE) requirements and the EPA negotiated fair share goal for each project. Completed a plan for producing a MBE/WBE availability analysis for the EPA's review and approval of negotiated fair share goals.

The CWF's activities demonstrate the State's commitment to high water quality, which positively impacts quality of life and economic development. The State protects its significant natural resources through the CWF's comprehensive variety of programs designed to meet the needs of both small and large communities. Water quality has improved markedly since 1967 and the protection of public health, and aquatic habitats and aesthetics are far better than before the SRF programs began. As indicated by the map showing the location of the CWF projects, the program has served over 100 different localities in the state.

Project Financing

The CWF program provides financing for projects that have been identified by the DEP as part of the agency's responsibility for ensuring compliance with state and federal water quality standards. The DEP focuses on specific stream segments or bodies of water in which municipal discharges have resulted in the impairment of a designated use or pose a significant public health risk, and for which the reduction of pollution will substantially restore surface or groundwater uses. The DEP may prepare administrative orders to municipalities requiring pollution abatement or remedial action. The DEP and municipalities may sign consent orders that set the parameters and timetables for the required actions. CWF financing is provided for a variety of projects that include construction for upgrade and improvement of wastewater treatment facilities and systems. There are several water quality and environmental protection needs that are addressed by the projects financed through the CWF.

Aging Facilities: Many of the publicly owned sewage systems throughout Connecticut were built before the inception of the CWF program. These facilities have an average life expectancy of 20 years. The State continues to address the ongoing need to rebuild sewage treatment plants (STPs) so that they will meet the minimum national standard of secondary treatment.

Advanced Water Treatment: Many municipalities must meet higher levels of treatment, called advanced treatment, to comply with fishable-swimmable standards in the river receiving the discharge. Several large treatment facilities have been upgraded to advanced treatment facilities using CWF financing.

Correction of Combined Sewer Overflows (CSO): Many sewer collection systems, particularly in urban areas, have far exceeded their useful life and the replacement of the combined storm water and sewer systems will eliminate overflows that can overwhelm treatment capacity.

Nutrient Removal: The Long Island Sound is a significant natural resource providing recreational and aquacultural benefits for the state and the region. It is essential to protect the Long Island Sound from discharges that result in low levels of dissolved oxygen, which threaten fish and other aquatic life. The State has established programs such as the Nitrogen Credit Trading Program to monitor and reduce discharges into the Long Island Sound.

Based on the priority ranking system and other specific management criteria, all anticipated eligible sewerage projects, as identified by the DEP through the consent order process or requested by the municipalities, have been ranked for funding purposes and appear on the project priority list.

The Project Priority List

The project priority list for a two year period is prepared after the capital budget appropriations have been

made by the legislature. The list includes all projects to receive funding in each fiscal year. The current list for Fiscal Years 2006 and 2007 can be found in Appendix VI. A priority ranking system is used to determine the funding of municipal projects under the respective statutes and regulations. The priority system and priority list include project information and point ratings, which constitute the basis for committing available and anticipated state and federal funds. Projects on the priority list are rated on several criteria that emphasize the impact of each upon public health, the improvement of water quality and water resource utilization. Additional projects may be added if requested by a municipality during the public comment period. The priority list includes the following eligible project categories as defined by statute.

Wastewater Treatment Plants

Eligible projects include treatment plant upgrades, hydraulic expansions, improved treatment levels, sludge handling facilities and mechanical upgrades to existing treatment processes.

Combined Sewer Overflow (CSO) Projects

Eligible projects include supplemental CSO treatment, overflow consolidation, sewer separation, off-line storage and improved conveyance systems to treatment plants.

Small Community Projects

Eligible projects include new sewer systems, community treatment systems, or decentralized wastewater management systems in districts serving small communities (less than 5000 population) or low-density sections of larger municipalities.

Interceptor Sewers

Eligible projects include new interceptor sewers (main trunk lines). Infiltration and Inflow eligible projects include pump stations and infiltration/inflow rehabilitation projects.

Nutrient Removal Projects

Eligible projects include nutrient removal systems as part of the building, upgrade or improvement of wastewater treatment facilities.

The priority list is managed to allocate all federal and state financial assistance to high priority projects that are most consistent with the State's water quality objectives.

Available Financing

The State uses the CWF to provide both grants and loans to municipalities.

Grant Program - Funded 100% by the State

The state grants available under the CWF are:

- 20% of all project costs for plants and plant improvements,
- 25% of all initial project costs of regional authorities,

- 25% of all project costs for small communities,
- 30% nitrogen reduction improvements,
- 50% grants on those project costs associated with grant for all CSO work (55% for initial CSO projects of regional authorities), and
- 55% planning grants for all projects, if funding is available.

All borrowers receive a loan for the remainder of the eligible project costs with the exception of 55% planning grants.

Loan Program

Municipalities or systems obtain a local funding authorization to secure their loans. There are three options for a municipality to secure its loan:

- 1) General Obligation Bond - Pledging its full faith and credit for the loan,
- 2) Revenue Bond - Pledging system revenues of municipal systems with adequate sewer assessment collection history, and
- 3) General Obligation/Revenue Bond - Pledging both revenues from the sewer system and the municipality's general obligation pledge ("double-barreled" pledge) when the financial condition of a borrower is weaker than normal.

Each borrower's loan agreement includes repayment terms and conditions, covenants for the maintenance of the project, and compliance with the CWF regulations, the State Act and the Federal Act.

Loan Only Program

The State also provides 100% loan financing for collection systems improvements.

Other Financing Programs

Long Island Sound Restoration Act (LISRA) grants - These federal grants are provided to distressed or disadvantaged communities for nitrogen reduction projects to augment CWF funding. Most participating communities have used these grants for planning and design work.

Borrowers

Borrowers may include any city, town, borough, consolidated town and city, consolidated town and borough, metropolitan district, water district, fire and sewer district, sewer district or public authority. Each municipal organization must have authority to levy and collect taxes or impose charges for its authorized function and undertake the activities authorized by the State Act and the Federal Act.

Municipalities

There are 81 municipal treatment plant facilities in the state. Most municipalities have established a water pollution control authority within the local government. In recent years, municipalities have tended to seek revenue pledge loans to maximize the use of fee systems and reduce the debt and property tax

burden of the municipal government. The eight municipalities with revenue pledge loans or commitments are: Ansonia, Jewett City, Norwalk, Norwich, Stamford, South Windsor, Windham, and Windsor Locks.

Municipal Partnerships

Since the inception of the program, the DEP has encouraged cooperation among municipalities to meet water quality needs with loan agreements that may be structured to allow municipalities that pay for services to accept a pro-rata share of the loan repayments. There are two such partnerships with CWF loans: 1) Danbury, with Bethel and Ridgefield, for design and construction of a wastewater treatment facility in Danbury; and 2) Waterbury, with Cheshire, Watertown and Wolcott, for a wastewater treatment facility in Waterbury. The CWF has been flexible in working with municipalities to create solutions that involve all parties from the beginning of the project to the start of operation. Partnerships and regionalization are expected to be a trend as municipalities determine the cost and efficiency advantages of working together.

Regional Borrowers

Currently, the CWF provides loan and grant financing to two independent regional authorities, the Metropolitan District Commission (MDC), and the Greater New Haven Water Pollution Control Authority (GNHWPCA).

The MDC is a municipal corporation chartered by the Connecticut General Assembly in 1929 to provide safe, pure drinking water and environmentally responsible sewage collection and treatment in the greater Hartford area. The MDC supplies water and sewer services to its eight member municipalities: Bloomfield, East Hartford, Hartford, Newington, Rocky Hill, West Hartford, Wethersfield and Windsor. The MDC also treats wastewater for the Towns of Portland, Glastonbury, East Granby, South Windsor and Farmington. The MDC has four water pollution control facilities in Hartford, East Hartford, Rocky Hill and Windsor, and is responsible for the processing and treatment of wastewater from member towns.

The GNHWPCA is a newly created regional authority responsible for the existing CWF loans from four communities, New Haven, Hamden, East Haven and Woodbridge. The GNHWPCA is expected to borrow for new projects to improve existing facilities and correct combined sewer overflows in the future.

The state is also working with a new regional authority. The Bolton Lakes Authority is being created by Bolton and Vernon for new capital investment in a sewer system that will primarily serve residents of the Bolton Lake area in both towns. The new authority was approved at the local level in September 2005 and the Preliminary Plan of Operation was submitted to DEP and the Treasurer's Office in July 2006.

2006 Projects

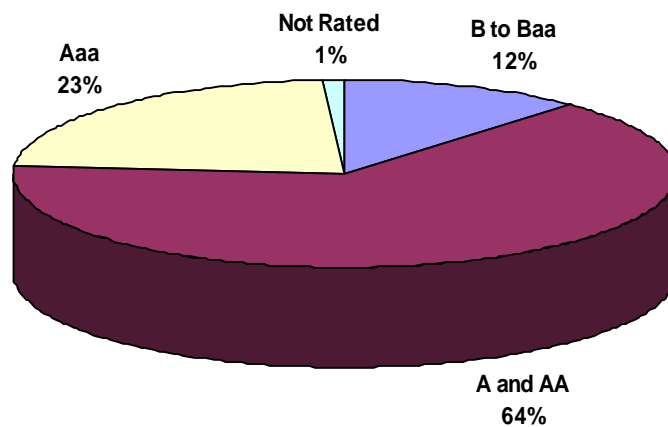
The loan commitments closed during the year totaled \$120.4 million. The projects are for planning and design, treatment plant upgrades and system improvements as required by several DEP consent orders. There were 21 new loan commitments made to municipalities for critical wastewater infrastructure projects, as shown in the list of Loans Closed During FY 2006 in Appendix IV.

Portfolio Credit Quality

The overall credit quality of the state's municipalities reflects positively on the CWF. The analysis and review of municipal financial condition prior to awarding a project loan is essential to the long-term viability of the CWF. Each municipality applying for financial assistance submits documentation to evidence its ability to repay the loan. Required documents include financial statements, capital budget, operating budget and economic data. The project specific review includes a feasibility study, a project capital cost repayment analysis including any projected need for increases in taxes or user fees, and the review of any management contracts.

The CWF loan portfolio is diverse, with approximately 87% of the loans and commitments to municipality rated "A" or higher by Moody's Investor Services, as shown on the Chart below and in Appendix V. The CWF program's loan administration includes separate loan servicing by the program's trustee bank. No defaults have occurred to date. There is no grace period for late loan payments, although the agreements allow up to 30 days to cure other defaults. A policy is in place to implement collection procedures in the event of a delayed payment.

Commitments by Borrower Rating



Pending Projects

The following table lists (i) borrowers with outstanding loans or undrawn loan commitments through June, 30, 2006, and (ii) those with new loan commitments approved by the State Bond Commission and expected to be executed through June 30, 2007. The municipalities with the largest loans and commitments are Waterbury with 9.7% and Stamford with 8.8%. The table below includes loans pledged to the bonds. Many of the borrowers have multiple loans. The loans are for CWF, unless noted as DWF projects.

	Loan	Total Unpaid Loan Balances 06/30/06	Undrawn IFO Commitments	Additional Loan Commitments Anticipated Through 6/30/07	Total Unpaid Balances, Undrawn and Anticipated Commitments	% of Total Commitment
	ANSONIA	308,622			\$6,308,323	0.72%
DWF	AQUARION WATER	\$2,431,248	\$2,888,713	\$988,362	308,622	0.04%
	ASHFORD	20,095			20,095	0.00%
	BEACON FALLS			343,556	343,556	0.04%
	BETHEL	3,504,073			3,504,073	0.40%
	BOLTON LAKES			100,000	100,000	0.01%
	BRANFORD	23,377,136	2,575,409	992,800	26,945,345	3.06%
	BRIDGEPORT	56,559,486	21,183	4,476,000	61,056,669	6.93%
	BRISTOL	4,589,286			4,589,286	0.52%
	BROOKFIELD	881,124		1,273,500	2,154,624	0.24%
	BROOKLYN	121,584			121,584	0.01%
	BURLINGTON	1,229,716		2,175,000	3,404,716	0.39%
	CANAAN F D	54,114			54,114	0.01%
	CANTON	889,140			889,140	0.10%
	CHESHIRE	9,922,789	1,862,879		11,785,668	1.34%
	COLCHESTER			1,052,188	1,052,188	0.12%
DWF	COOK WILLOW	565,820	1,073		566,893	0.06%
	COVENTRY	5,938,426	325,010		6,263,436	0.71%
DWF	CRYSTAL LAKE	299,523			299,523	0.03%
	DANBURY	18,107,078		500,000	18,607,078	2.11%
	DARIEN	676,770			676,770	0.08%
	DEEP RIVER	3,222,336	152,664		3,375,000	0.38%
	DERBY	1,613,865		391,952	2,005,817	0.23%
	EAST HADDAM	821,770			821,770	0.09%
	EAST HAMPTON	721,057			721,057	0.08%
	EAST HAVEN	131,900			131,900	0.01%
	EAST LYME	6,147,791		500,000	6,647,791	0.76%
	EAST WINDSOR	5,755,990			5,755,990	0.65%
	ESSEX	41,340			41,340	0.00%
	FAIRFIELD	27,087,148			27,087,148	3.08%
	FARMINGTON	8,040,731			8,040,731	0.91%
	GREATER NEW HAVEN WPCA	31,110,830	648,410	2,605,250	34,364,490	3.90%

	Loan	Total Unpaid Loan Balances 06/30/06	Undrawn IFO Commitments	Additional Loan Commitments Anticipated Through 6/30/07	Total Unpaid Balances, Undrawn Commitments and Anticipated	% of Total Commitment
	GREENWICH	22,008,383			22,008,383	2.50%
	GROTON			8,393,100	8,393,100	0.95%
	HAMDEN	34,430			34,430	0.00%
DWF	HARRYBROOKE PARK	172,755			172,755	0.02%
	HEBRON	3,715,677			3,715,677	0.42%
DWF	HILLSIDE WATER CORP.	129,784			129,784	0.01%
	JEWETT CITY	7,867,252			7,867,252	0.89%
CWF/DWF	LEDYARD	1,686,339		987,000	2,673,339	0.30%
	LITCHFIELD	4,880,434			4,880,434	0.55%
	MANCHESTER	4,159,818			4,159,818	0.47%
	MARLBOROUGH	670,418	302,573		972,991	0.11%
CWF/DWF	MDC	42,520,660		22,935,559	65,456,219	7.43%
	MERIDEN	1,661,086	298,040	4,631,250	6,590,376	0.75%
	MIDDLEBURY	236,022			236,022	0.03%
	MIDDLEFIELD	2,462,600			2,462,600	0.28%
	MIDDLETOWN	10,013,132			10,013,132	1.14%
	MILFORD	2,887,654	1,802,061	6,508,750	11,198,465	1.27%
	NAUGATUCK	1,243,724		488,000	1,731,724	0.20%
CWF/DWF	NEW BRITAIN	34,813,123	1,491,011		36,304,134	4.12%
	NEW CANAAN	8,583,397			8,583,397	0.97%
	NEW LONDON	6,041,866			6,041,866	0.69%
	NEW MILFORD	2,490,998			2,490,998	0.28%
CWF/DWF	NEWTOWN	13,049,114			13,049,114	1.48%
	NORTH BRANFORD	2,615,277			2,615,277	0.30%
	NORTH HAVEN	6,356,372			6,356,372	0.72%
	NORWALK	39,505,490			39,505,490	4.49%
CWF/DWF	NORWICH	5,136,910			5,136,910	0.58%
	PLAINFIELD	1,398,131			1,398,131	0.16%
	PLAINVILLE	670,299	63,378	500,000	1,233,677	0.14%
	PLYMOUTH	3,717,378			3,717,378	0.42%
	POINT O'WOODS			500,000	500,000	0.06%
CWF/DWF	PORTLAND	4,953,966		450,000	5,403,966	0.61%
	REDDING	694,134			694,134	0.08%
	RIDGEFIELD	4,067,554			4,067,554	0.46%
DWF	SECOND TAXING DIS- TRICT-CITY OF NORWALK		24,715,165		24,715,165	2.81%
	SEYMOUR	5,134,629			5,134,629	0.58%
DWF	SHARON	2,070,727			2,070,727	0.24%
	SHELTON	3,069,849	13,837,786	2,035,000	18,942,636	2.15%
	SIMSBURY	15,569,644	4,481,867		20,051,511	2.28%
CWF/DWF	SOUTHINGTON	2,484,399	2,158,631	1,875,000	6,518,030	0.74%

	Loan	Total Unpaid Loans Balances as of 06/30/06	Undrawn IFO Commitments	Additional Loan Commitments Anticipated Through 6/30/07	Total Unpaid Balances, Undrawn and Anticipated Commitments	% of Total Commitment
	SOUTH WINDSOR	1,007,233	1,569,370		2,576,603	0.29%
	SPRAGUE	98,730			98,730	0.01%
	STAFFORD	344,126			344,126	0.04%
	STAMFORD	77,791,129			77,791,129	8.84%
	STONINGTON	2,242,431			2,242,431	0.25%
	STRATFORD	4,146,377	1,323,374	14,583,000	20,053,451	2.28%
	SUFFIELD	2,887,542			2,887,542	0.33%
	THOMASTON	7,557,306			7,557,306	0.86%
	TORRINGTON	5,341,351			5,341,351	0.61%
DWF	TWIN HILLS	147,302			147,302	0.02%
	VERNON	15,986,583			15,986,583	1.82%
	WALLINGFORD	1,996,812			1,996,812	0.23%
	WATERBURY	81,799,731	3,195,175		84,994,906	9.65%
	WATERFORD			500,000	500,000	0.06%
CWF/DWF	WATERTOWN F D	1,338,077			1,338,077	0.15%
	WEST HAVEN	16,404,785	928,529	300,000	17,633,314	2.00%
	WINCHESTER			714,801	714,801	0.08%
	WESTPORT	13,464,171	15,844,698		29,308,869	3.33%
	WINDHAM	209,788	579,858		789,646	0.09%
	WINDSOR LOCKS	1,405,591			1,405,591	0.16%
	WOODBIDGE	239,614			239,614	0.03%
DWF	WOODLAKE TAXING DISTRICT			405,000	405,000	0.05%
	WOODSTOCK	798,603			798,603	0.09%
		\$718,151,497	\$81,066,857	\$81,205,768	\$880,424,122	

Clean Water Fund Totals	\$670,382,770	\$54,191,988	\$78,938,768	\$803,513,526
Drinking Water Fund Totals	\$47,768,727	\$26,874,869	\$2,267,000	\$76,910,596
Total Loans and Commitments	\$718,151,497	\$81,066,857	\$81,205,768	\$880,424,122

Program Funding

The primary sources of funds for the CWF Program are (i) federal capitalization grants awarded to the state, (ii) state contributions including the 20% match of the federal grant funds, (iii) proceeds of the CWF's revenue bonds, (iv) repayment from state funded loans and (v) earnings on the assets of the Fund. Since direct grants cannot be financed through the CWF, the State has created a state funded grant component and has provided over \$400 million for CWF project grants.

The DEP's Intended Use Plan (IUP) shows the proposed use of state and federal funding assistance programs for municipal and state water pollution control projects. Federal grants for fiscal years 2003 and 2004 were \$16 million in each year and were received in 2005. The DEP received the fiscal year 2005 grant of \$13.2 million on July 18, 2006, after the end of the fiscal year.

From 1987 to 1990, project loan costs were funded directly with the federal grant and the required state match. Since the initial issuance of revenue bonds in 1991, loans to municipalities have been funded primarily from the proceeds of revenue bonds.

To maintain flexibility within its State Revolving Fund programs, the State has created separate accounts for the state and federal money. The accounts of the CWF and the uses of each account are as follows:

Federal Statutory Framework

Fund	Name	Purpose/ Requirements
21014	State Water Pollution Control Account	State grants and direct loans. A rivers restoration program is also funded by the State Account.
21016	Long Island Sound Clean-Up Account	State grants, including grants for nitrogen removal improvements and state support of the Nitrogen Credit Trading Program
21015	Clean Water Federal Account	The State Revolving Fund ("SRF") under the federal Water Quality Act. Includes federal capitalization grant, state match and revenue bonds.
21017	Drinking Water State Account	State match
21018	Drinking Water Federal Account	The State Revolving Fund ("SRF") under the federal Drinking Water Act. Includes federal capitalization grant, state match and revenue bonds.

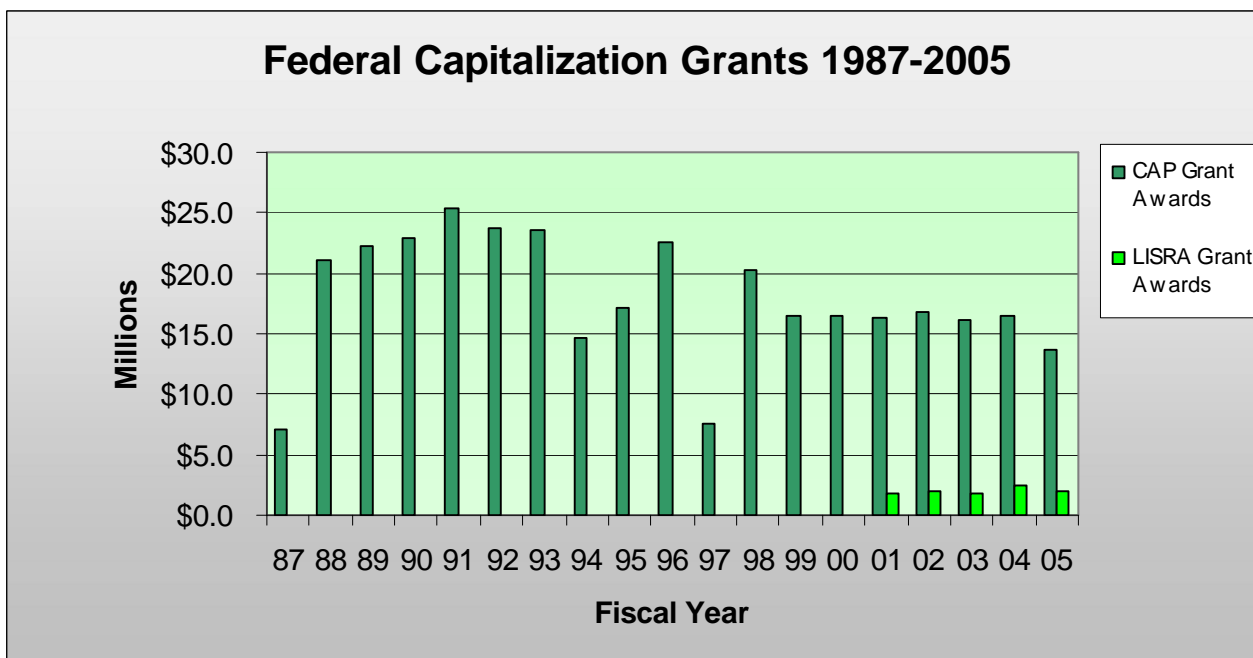
The federal Water Quality Act of 1987, which amended the federal Clean Water Act of 1972 ("Federal Acts"), established state water pollution control revolving fund programs for wastewater treatment projects. Federal appropriations continue to be made annually to states for capital funding of wastewater treatment projects even though the Federal Act has expired and, as of June 30, 2006, had not been reauthorized by Congress.

The Federal Act both authorizes the CWF and places legal constraints on its uses. Federal regulations limit the uses of program equity to: loans, support for bonds issued to make loans, loan guarantees or

insurance, refinancing prior debt or administrative expenses associated with qualified projects. The federal capitalization grant and the required match must be maintained by the CWF in perpetuity. The perpetuity requirement as of fiscal year ending June 30, 2006 was \$392.4 million.

Federal Capitalization Grants

As illustrated in the chart above, the federal wastewater capitalization grants were between \$20 million and \$25 million from 1988 to 1993. After the expiration of the Federal Act in 1994, the annual awards were as high as \$23 million in 1996 and as low as \$7.5 million in 1997. Awards have been approximately \$16 million per year for the past 5 years. As noted previously, the 2005 award of \$13.2 million was made after the end of the fiscal year on July 18, 2006.



For federal fiscal years 1987 through 2005, the cumulative awards totaled \$340.4 million. As of June 30, 2006, \$327.2 million has already been drawn and used in the following manner: 1) \$51.7 million for direct loans, 2) \$314.1 million drawn based on project spending and used to provide credit and interest support of the revenue bonds; and 3) \$13.1 million for administrative expenses. The 2005 award of \$13.2 million remains to be drawn. Annual capitalization grant amounts are shown in Appendix III.

The periodic cash draws by the State under the federal payment system are based on the costs incurred for eligible projects or activities by either all or a specific group of borrowers. The State has elected to base its cash draws on the costs incurred by a specified group of municipal projects on a dollar-for-dollar basis.

State Authorizations and Contributions

The CWF program is one of the most highly subsidized in the country, demonstrating the state's commitment to high water quality for its citizenry. As of July 1, 2006, the State has authorized \$1.3 billion in revenue bonds and \$781 million in general obligation (GO) bonds.

State GO Authorizations As of July 1, 2006 (millions)	Purpose
516.3	Grants made from the state account, including the Long Island Sound and Rivers Restoration Account and State match for the Drinking Water Fund and administrative expenses
88.6	Direct state funded loans
100.1	Match for the CWF federal funds, as required in the capitalization grant agreement, including \$81 million used as security for revenue bonds
55.6	Interest subsidy for the revenue bonds issued for the CWF
20.4	Remaining to be used
Totals	\$781.0

In 1997, the State provided an additional commitment to high quality drinking water with the creation of the Drinking Water State Revolving Fund (DWF) program as part of the CWF due to the similarities between the federal programs. The authorizations for the DWF and the CWF programs are combined. As projects are approved, authorizations are allocated to the DWF from the total authorizations. To date, \$76.9 million of the revenue bond authorizations for projects and \$10.3 million of the GO bond authorizations for state match of the federal drinking water capitalization grant have been made available to the DWF. The State has also made available up to \$5 million in cash contributions for the Drinking Water match.

State Match of Federal Capitalization Grants

The State has provided sufficient funding to meet the State match requirements for the federal capitalization grants. The total \$100.1 million authorized shown on the previous table and further detailed in Appendix II, is composed of \$19.1 million in qualified 100% state funded projects and \$81 million state general obligation bonds placed in the Fund.

As of June 30, 2006, \$34.6 million is available to match future capitalization grants over \$173 million. After applying funds to match the 2005 award of \$13.2 million the amount of state match available for future grants is \$32.0 million, as shown in Appendix II.

Revenue Bonding Program

Prior to the initial issuance of revenue bonds, the SRF funded loans to municipalities from federal capitalization grants and the proceeds of State general obligation (GO) bonds. Since 1991, loans to municipalities have been primarily funded from the proceeds of the state revenue Bonds. Since 2001, DWF loans have also been funded from the proceeds of State revenue bonds. Twelve series of revenue bonds have been issued providing \$863 million in project funding for the program and \$364.6 million to refund bonds. These revenue bonds are the funding source for loans made by the federal account and are liabilities solely of the CWF. Bond proceeds are allocated to each program and disbursed on a first-come, first-served basis to those borrowers who have executed loan agreements, as the borrowers incur project costs.

On July 27, 2006, two new series of revenue bonds were issued including series 2006A for \$150 million for projects of which \$86 million had been spent prior to the issue and Series 2006B for \$30 million to refund the remaining balances of the 1996A and 1996B Bonds.

Bond Resolutions

There are three bond resolutions: (1) the 2002 General Revenue Bond Resolution secured by the resources of the combined CWF and DWF; (2) the 1990 General Bond Resolution, which is secured by specific pledged municipal loans from the CWF and DWF and other pledged funds; and (3) the 1996 Subordinate Bond Resolution adopted on February 23, 1996, which is secured by surplus revenues.

As more fully described in Appendix VIII, the bonds are special obligations of the State payable solely from all moneys in the combined CWF and DWF legally available for debt service payments under the resolutions. No additional bonds will be issued under the 1990 Resolution or the 1996 Subordinate Resolution. The 2006 Series A and B Bonds were issued under the 2002 Resolution.

Fixed Rate Bonds and Variable Rate Bonds

The State issued both fixed rate and variable rate bonds called auction rate securities (2003C ARS) in 2003. The State also entered into an interest rate swap agreement in 2003 for the purpose of converting its variable rate exposure to a fixed rate. The interest rate swap had a notional amount equal to the par amount of the 2003C ARS and was effective on the date of delivery of the those bonds. Under the terms of the swap, the state pays a fixed rate payment to the counterparty and receives a variable rate payment. Additional information about the swap is provided in the financial statements and in Appendix IX.

Bond Debt Service

Repayment of the revenue bonds comes from loan repayments, interest earnings on assets and the State's earlier interest subsidy contributions. The State establishes a Support Fund for each bond series issued under the 2002 resolution. The Support Fund does not require an additional contribution from the State and is used for debt service. While all loan repayments are available for the payment of the bonds, a portion of loan repayments is retained in the debt service fund as a cash flow cushion in conformance with rating agency default coverage guidelines. A support fund was created for the 2003 issue. The debt service schedule for all bonds outstanding is provided in the financial statements.

Debt service on the subordinated refunding bonds issued in 1996 and 1999 is paid after all other debt service is paid. The subordinated debt service fund has been fully funded as of July 30, 2006 for the year ending June 30, 2007.

Cross-Collateralization

Both the DWF and the CWF make loans from the proceeds of revenue bonds. Loan repayments from both SRF Programs are available to pay all bonds whether the loans were made under the DWF or the CWF Program. This cross-collateralization of the SRF Programs has been structured in accordance with the EPA regulations, interpretations and guidance and the Bond Resolution, as amended and supplemented.

Ratings

The bonds are rated at the highest available credit rating from all three rating agencies, AAA from Fitch and Standard & Poor's Rating Services, and Aaa by Moody's Investors Service. Each rating reflects only the views of the respective rating agency, and an explanation of the significance of any rating may be obtained from the rating agency. There is no assurance that ratings will continue for any given period of time or that they will not be revised or withdrawn entirely by a rating agency if, in the judgment of such rating agency, circumstances so warrant.

Investment of Funds

The State currently invests in the State's Short-Term Investment Fund (STIF) and in guaranteed investment agreements with financial institutions. The bond resolution requires that the investment agreements be with, or be guaranteed by, institutions with ratings in the two top rating categories given by Standard & Poor's and Moody's Investors Service or any rating service recognized by the State Banking Commissioner. Certain moneys currently held in the fund are invested pursuant to investment agreements with AA providers which are collateralized with securities issued or guaranteed by the U.S. Government or agencies or instrumentalities whose market value is at least 100% of the funds invested. Upon the issuance of the 2003 bonds and the restructuring of the program's debt, certain of these long-term investments became unrestricted assets of the CWF.

Condition of the Fund

As of fiscal year-end 2006, the Clean Water Fund had made commitments totaling \$1.5 billion in grant and loan assistance to communities, including the municipalities that participate in regional districts. Total project funding also includes \$69 million for Long Island Sound projects. The listing in Appendix XI of wastewater treatment projects funded by the CWF as of June 30, 2006, shows the projects by municipality with the cost and year of contract execution. Interest subsidy support, which was as high as \$38 million for 1991, was only \$3.5 million for the 2001 bond issue. No subsidy was required for the 2003 issue or the 2006 issue and it is projected that no further interest subsidy will be needed for the program. The end of the State subsidy frees state bond authorizations for project purposes.

Program Management

The goal of the State's CWF program management is to efficiently provide financial assistance at the lowest possible cost while ensuring the state's water quality needs are met. The federal Water Quality Act requires that the State provide sufficient staff and resources to manage and maintain the program in perpetuity. The Federal Act also has extensive reporting and data collection requirements that require the State to implement policies, procedures and systems necessary to provide accurate and timely information.

The CWF is managed by the DEP, the agency that carries out the environmental policies of the state. The DEP is responsible for coordinating the conservation, improvement and protection of the state's natural resources and environment, primarily by mitigating water, land and air pollution. To accomplish its mandate under the state Clean Water Act, the DEP enforces compliance with state and federal laws, rules and regulations pertaining to pollution control in the state. The DEP is also responsible for supervision of research related to restoring and rehabilitating the Long Island Sound.

Through a Memorandum of Understanding with the DEP, the Treasurer's Office provides management of the bond financing program and is integrally involved in the financial management of the loan program.

Department of Environmental Protection

As the primary agency and the recipient of the federal capitalization grants on behalf of the State, the DEP executes annual capitalization grant agreements with the federal EPA. The Bureau of Water Protection and Land Reuse, Planning and Standards Division administers the Clean Water Fund; assists municipalities in the upgrading of municipal sewerage facilities; and provides water quality management, planning, program development and administrative support functions for the Bureau.

Public outreach is one of the reasons for the success of the CWF. This effort is coordinated by the DEP. Staff members routinely attend local water pollution control authority meetings, public hearings on proposed projects and public meetings on appropriations of local funds to support projects. It is the role of the engineering and project management staff to:

- 1) Guide municipal decision makers and citizens on the need for projects;
- 2) Give a clear explanation of how CWF financing will assist them; and
- 3) Encourage all municipalities to pursue facility planning to address future needs.

Several units within the Bureau collaborate to perform major tasks for the Clean Water Fund including:

- Preparation of the state capital budget request;
- Creation of an annual project priority list of eligible municipal water quality projects and wastewater projects, based on approved state and federal appropriations;
- Development and enforcement of compliance schedules for each step of municipal pollution control projects, including planning, design and construction;
- Review of project funding with potential borrowers;

- Review of all project information to ensure compliance with project schedules and budgets;
- Approval of disbursement requests for all eligible costs incurred by the borrower; and,
- Support of municipalities through outreach, monitoring and testing and assistance with planning and education.

Other major programs of the Bureau include:

1) The Rivers Restoration program

This program provides grants for the physical improvement and restoration of rivers degraded by development or the effects of pollution. The program administrators within the DEP determine project eligibility and priority.

2) The Long Island Sound Grant Program

Long Island Sound research funds are provided through the CWF when funds are available. Based on guidance from the 1994 Long Island Sound Study (LISS), a small number of Long Island Sound projects receive 100% grant funding. The LISS is a comprehensive management plan endorsed by the governors of Connecticut and New York and the EPA and is managed by the Office of Long Island Sound Programs (OLIS). The projects are funded through the Long Island Sound Clean-Up Account of the CWF, which provides state funded grants for:

- Research toward protection of the Long Island Sound;
- Ambient monitoring of the Long Island Sound;
- Restoration and preservation of tidal coves and embayments;
- Nonpoint source pollution control projects; and,
- Low-cost, publicly available, marine sanitation device holding tank pumpouts and marine portable toilet dump stations along the coast of Long Island Sound and its coastal river tributaries.

Additional projects benefiting the Long Island Sound are funded through proceeds from the Long Island Sound License Plate Program. The OLIS is responsible for implementation of the state coastal management regulations and permits, the Harbor Management Act, and the coves and embayments statutes, including administration of a portion of coastal wetland restoration grant funds and the grant programs for Long Island Sound research. Thirty-six (36) towns are included within Connecticut's Coastal Area for the purposes of Long Island Sound cleanup.

3) The Nitrogen Credit Trading Program

This program was created to share the cost of nitrogen removal as mandated by the EPA under the state's Total Maximum Daily Load (TMDL). The 15-year TMDL defines the maximum amount of nutrients that the body of water can absorb and still be healthy.

The TMDL requires Connecticut and New York to collectively attain a 58.5% reduction of nitrogen loading from all sources from an established baseline by 2014. A 64% reduction goal was set for

Connecticut's sewage treatment plants (STPs), a major source of nitrogen, through a waste load allocation process.

Nitrogen "credit trading" was identified as a mechanism for attaining the aggregate goal for Connecticut STPs in a cost-effective manner, which led to development and passage of Public Act 01-180. The Act established a Nitrogen Credit Exchange Program overseen by a Nitrogen Credit Advisory Board, and authorized issuance of a Nitrogen General Permit. Collectively, the General Permit and the Credit Exchange form the foundation for the successful nitrogen exchange program instituted in Connecticut for publicly owned STPs. The statute provides for a Nitrogen Credit Advisory Board composed of twelve members. Nine members were appointed by the General Assembly and the Governor. A list of the appointees and their terms can be obtained from the DEP.

The Nitrogen Discharge General Permit

The Department of Environmental Protection issued a five-year General Permit on January 1, 2002 and reissued the General Permit on January 1, 2006. Of the 81 treatment plants, owned and operated by municipalities, 79 are regulated under the Permit.

The General Permit establishes annual nitrogen limits for each facility based on the expectation that the cumulative amount of nitrogen discharged from all of Connecticut's publicly owned STPs will decrease annually as nitrogen treatment projects are completed.

The Nitrogen Credit Exchange Program provides an incentive to facilities that complete nitrogen treatment projects while allowing facilities that elect to defer construction of nitrogen treatment to remain in compliance with the General Permit by purchasing nitrogen credits. While significant year-to-year variability can be anticipated, a downward trend in the amount of nitrogen discharged to the Sound is expected based on the gradual increase in the capability of Connecticut STPs to remove more nitrogen as additional nitrogen treatment projects are completed.

Treatment plant construction cost will total nearly \$1.4 billion through 2014. The associated nitrogen removal costs are estimated to total over \$800 million depending on the outcome of the TMDL and the nitrogen credit exchange program.

The Nitrogen Credit Advisory Board recently completed its third annual report to the Joint Standing Environment Committee of the General Assembly concerning the Nitrogen Credit Exchange Program. The report is a requirement of the Connecticut General Statutes. A summary of the major actions and issues facing the Board include:

- Municipalities purchased credits to remain in compliance with the General Permit and municipalities sold credits generated when they removed more nitrogen than required to comply with the General Permit. The credits were valued at \$2.11 per equalized pound of nitrogen. A total of 50 municipalities purchased all excess nitrogen credits generated during 2006 for a total of \$2,467,757. A total of \$1,315,392 will be paid in August 2006 to sellers of excess credits. This is the first year of the program that the total nitrogen discharge exceeded the limits in the permit. While the Nitrogen Credit Advisory Board believes it is premature to expand or alter the program, steps are being considered to assist operators in managing wet weather conditions more effectively.

- All sewage treatment facilities were inspected at least once during the year and discrepancies or problems with monitoring data quality were resolved in cooperation with the municipal officials responsible for operation of the facilities; and

Financing Program Administration

Both the DEP and the Treasurer's Office are involved in the evaluation of each loan application. All loans are approved by the Commissioner of the DEP. The Treasurer has the responsibility to structure loans based on consideration of the borrower's financial condition, financial management capabilities and the laws and regulations of the state.

There are four levels of approval for each project:

- 1) Evaluation and Enforcement (DEP): The proposed project must address the needs cited by the DEP and comply with regulatory and statutory requirements for the project.
- 2) Project Administration (DEP): All project costs included in the application must be eligible for funding in accordance with state and federal regulations.
- 3) Environmental Review (DEP): Based on information received from the borrowers, the DEP prepares an environmental assessment of all activities to be undertaken in order to ensure that the project is consistent with the State Plan of Conservation and Development. The assessment report is submitted to the Physical Resource Planning Section of the Office of Policy and Management (OPM) for final concurrence.
- 4) Credit Review (Treasurer's Office): The applicant must be creditworthy, and the CWF underwriting standards must be met. The Treasurer's office reviews the financial information submitted with each application and determines the general terms and conditions for providing financial assistance. The loan agreements are written to permit eventual financing by the state through the program's revenue bonding program.

Although there is some flexibility with regard to the timing of approvals, in all cases funding is subject to project priority listing and State Bond Commission approval.

State Treasurer's Office

The Treasurer receives all money belonging to the State, makes disbursements as directed by statute, and manages, borrows, and invests all funds for the State.

The State Bond Commission delegates to the Treasurer the authority and responsibility for determining the State's financing plans including the terms and conditions of issuing state general obligation and revenue bonds.

The Treasurer and the DEP entered into a Memorandum of Agreement in 1989, which delegates to the Treasurer certain responsibilities with respect to the implementation and management of the CWF. A financial administrator, appointed by the Treasurer, manages and coordinates the various financial components of the CWF and the DWF programs on a day-to-day basis. The activities of the financial administrator are coordinated with those of the DEP and OPM. OPM manages the state's capital budget and oversees the bond allocation process. The financial administrator is also responsible for:

- The review of supporting data for financing of CWF projects and credit related documents submitted by the borrowers;
- Investment of bond proceeds and other funds to maximize the yield and meet programmatic requirements;
- Management of the bond financing for the CWF program including documentation of the projects to meet IRS requirements;
- Coordination of the independent audit of the state's federal account and the audit of all program accounts by the State Auditors of Public Accounts and the preparation of the annual report;
- Ongoing procedures including: surveillance of the borrowers' financial condition; compliance with secondary market disclosure regulations; loan administration, including preparation of loan schedule information and coordination with the trustee on billing and collection of loan payments; and
- Participation as a member of the Nitrogen Credit Advisory Board created to administer the Nitrogen Credit Trading Program.

The DEP and the State Treasurer have joint responsibility for the program's data management systems. An extensive project tracking system was developed and is maintained by the DEP and a dual entry general ledger accounting system was developed by the Treasurer's Office. These systems are maintained by each agency's information technology staff, as coordinated by the State Department of Information and Technology.

The program management goals and objectives of the State Treasurer's Office relating to the CWF are to:

- Develop a new project tracking and accounting system for the CWF;
- Develop additional capacity to provide low-cost financing for eligible projects, as simply and effectively as possible;
- Manage the payment process for the Nitrogen Credit Program and participate on the Nitrogen Credit Advisory Board;
- Assist municipal water quality projects by creating loan structuring responsive to local needs while ensuring integrity of the CWF; and
- Maintain both the federal tax-exempt status and the high credit ratings of all of the program's publicly issued debt.

2007 Program Activities and Initiatives

In fiscal year 2007, program activities and initiatives for the CWF include:

- Providing financial and administrative management of new CWF applications for project financing and additional applications under consideration for the CWF Loan Only Program for Collection System Improvements and the active CWF and DWF projects, Special Act and Small Town Economic Assistance Program (STEAP) projects. The DEP anticipates applications for the CWF Loan Only Program for Collection System Improvements, and the initiation of over 30 new CWF and DWF projects during fiscal year 2007;
- Meeting the EPA negotiated fair share goal for each project. Developing procedures for producing a MBE/WBE availability analysis for EPA's review and approval of the negotiated fair share goals;
- Updating the capital project submission plan for the Agency's Bond Commission requests and maintaining active communication with the Office of Policy and Management;
- Providing financial and administrative management of the EPA's Special Appropriations Grants;
- Reviewing capital budgeting process for CWF general obligation and revenue bond authorizations in order to optimize financing for CWF projects for fiscal years 2007 and 2008;
- Utilizing \$2.4 million in EPA LISRA grants to augment CWF financing to provide additional design grants for Connecticut's distressed communities.
- Completing the work of the Clean Water Fund Advisory Work Group. Developing and implementing legislative recommendations for financing alternatives and expanded uses of the fund; and
- Continuing to explore opportunities for reducing debt costs.

Long-Term Projections

The DEP estimates the overall need for water quality improvement at \$4.8 billion through 2028. with treatment plant construction cost and combined sewer overflow correction program needs of over \$1.2 billion.

The CWF program depends on the state's ability and willingness to commit resources to meet its water quality needs. The State continues to demonstrate its commitment to the program with annual authorizations, consistent staffing levels and resources to create, develop and implement new program initiatives.

The State also will continue to develop additional financing alternatives.

Clean Water Fund Advisory Work Group was established in July 2006 to review the structure of the existing financing program, cumulative funding since inception and the future needs of the program. Task force members include municipal, industry and state representatives.

A preliminary list of the issues to be analyzed:

- ❑ Identify State capacity for general obligation bonds
- ❑ Identify State capacity for new revenue bonds
- ❑ Identify future needs for CWF financing including 5, 10, 15 year projections
- ❑ Evaluate balance between capacity and need
- ❑ Assess roles and responsibilities of the state and of the municipalities for financing:
 - CSO projects
 - Treatment plant hydraulic expansions
 - Treatment plant effluent quality projects
 - Treatment plant physical upgrades (mechanical reliability)
 - New sewers/decentralized treatment projects
 - Collection system improvements
- ❑ Assess affordability of projects with various funding levels
- ❑ Create complete list of fiscal alternatives
- ❑ Evaluate rate of achievement of water quality goals
- ❑ Assess role of user fees, connection charges and benefit assessments in financing projects

There are three sub-committees – Affordability/Fiscal Impacts of Alternatives on Municipalities, General Obligation/Revenue Bond Cost of Alternatives, and Prioritization of Project Categories. The Work Group plans to provide a comprehensive report to the Commissioner of Environmental Protection recommending legislative action in October 2006.

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FINANCIAL STATEMENTS

The internally prepared statements for the Fund's State Account and the Long Island Sound (LIS) Account are included in this report.

The audited statements for Federal Accounts, prepared by Seward and Monde CPAs are also included in this report.

State Account (21014) - Unaudited Balance Sheet

	Fiscal Year Ended June 30, 2006	Fiscal Year Ended June 30, 2005
(in thousands)		
ASSETS		
Cash and equivalents	\$15,593	\$34,760
Loans receivable	36,044	38,660
Interest receivable (loans)	103	122
Interest receivable (investments)	258	296
Restricted assets (investments)		
Interest subsidy bonds	14,025	15,650
Cost of Issuance	0	0
Total investments	<u>66,023</u>	<u>89,488</u>
Total assets	<u>66,023</u>	<u>89,488</u>
LIABILITIES		
Due to federal account	<u>0</u>	<u>0</u>
Total liabilities	0	0
FUND BALANCE:		
Prior fund balance	89,488	73,067
Net Income/(Loss)	<u>(23,465)</u>	<u>16,421</u>
Current fund balance	66,023	89,488
Total liabilities and fund balance	<u>\$66,023</u>	<u>\$89,488</u>

State Account (21014)- Unaudited

Statement of Revenue and Expenses and the Change in Fund Balance

	Fiscal Year Ended June 30, 2006	Fiscal Year Ended June 30, 2005
(in thousands)		
OPERATING REVENUE:		
Interest on loans	\$703	\$797
Interest on investments	1,753	1,034
Miscellaneous revenue		
	2,456	1,831
OPERATING EXPENSES:		
Salaries & benefits	3,080	2,278
Indirect costs	574	
Other		21
	3,654	2,749
Income before Operating transfers	(1,198)	(918)
Operating transfers:		
Grants	(19,955)	(14,320)
Bond Proceeds	0	35,000
Other operating transfers	(2,312)	(3,341)
Total Operating Transfers	(22,267)	(17,339)
Net Income after Transfers:	\$(23,465)	\$16,421
<u>Fund Balance</u>		
Beginning of the year	\$89,488	\$73,067
End of the year	\$66,023	\$89,488

Long Island Sound Account (21016) - Unaudited Balance Sheet

(in thousands)	Fiscal Year Ended June 30, 2006	Fiscal Year Ended June 30, 2005
ASSETS		
Cash and equivalents	\$2,147	\$2,567
Due to other state funds	0	0
Due from comptrollers	0	0
Total assets	2,147	2,567
LIABILITIES		
Due to comptroller	0	0
Total liabilities	0	0
FUND BALANCE:		
Prior fund balance	2,567	5,886
Net Income/(Loss)	(420)	(3,319)
Current fund balance	2,147	2,567
Total liabilities and fund balance	\$2,147	\$2,567

Long Island Sound Account (21016)- Unaudited Statement of Revenue and Expenses and the Change in Fund Balance

	Fiscal Year Ended	Fiscal Year Ended
(in thousands)		
OPERATING REVENUE:		
Interest on investments	37	194
Miscellaneous revenue		
	37	194
OPERATING EXPENSES:		
Salaries & benefits	0	0
Indirect costs	0	0
Other		60
		60
Income before operating transfers	37	134
Operating transfers:		
Grants	(385)	(3,520)
Bond proceeds	0	0
Other operating transfers	(72)	67
Total operating transfers	(457)	(3,453)
Net income after transfers	\$(420)	\$(3,319)
<u>Fund Balance</u>		
Beginning of the year	\$2,567	\$5,886
End of the year	\$2,147	\$2,567

Notes to the Financial Statements

NOTES TO THE FINANCIAL STATEMENTS: STATE ACCOUNT

These are the internally prepared statements for the state account.

NOTES TO FINANCIAL STATEMENTS: LONG ISLAND SOUND ACCOUNT

These are the internally prepared statements for the Long Island Sound account. As of June 30, 2006, the Clean Water Fund Long Island Sound account continued to be used solely to make grants.

Detailed information on the Long Island Sound projects can be found in the Cumulative Projects Funded Report in Appendix XI.

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STATE OF CONNECTICUT CLEAN WATER FUND -
WATER POLLUTION
CONTROL AUTHORITY FEDERAL
REVOLVING LOAN ACCOUNT
(STATE REVOLVING FUND)

AUDIT REPORTS AND SCHEDULES IN
ACCORDANCE WITH OMB CIRCULAR A-133

JUNE 30, 2006 AND 2005

STATE OF CONNECTICUT CLEAN WATER FUND –
WATER POLLUTION CONTROL AUTHORITY FEDERAL
REVOLVING LOAN ACCOUNT (STATE REVOLVING FUND)
JUNE 30, 2006 and 2005

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SEWARD AND MONDE

CERTIFIED PUBLIC ACCOUNTANTS
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INDEPENDENT AUDITORS' REPORT

Ms. Denise L. Nappier, Treasurer

Ms. Gina McCarthy, Commissioner,
Department of Environmental Protection,
State of Connecticut

We have audited the accompanying financial statements of the State of Connecticut Clean Water Fund – Water Pollution Control Authority Federal Revolving Loan Account (State Revolving Fund) (SRF) (an enterprise fund of the State of Connecticut) as of and for the years ended June 30, 2006 and 2005, as listed in the table of contents. These financial statements are the responsibility of the SRF's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with U.S. generally accepted auditing standards 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 audits provide a reasonable basis for our opinion.

As discussed in Note 1, the financial statements present only the Clean Water Fund - Water Pollution Control Authority Federal Revolving Loan Account and do not purport to, and do not, present fairly the financial statements of the State of Connecticut, as of June 30, 2006 and 2005, and the changes in its financial position and cash flows, where applicable, for the years then ended in conformity with U.S. generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the State of Connecticut Clean Water Fund – Water Pollution Control Authority Federal Revolving Loan Account - SRF as of June 30, 2006 and 2005, and the changes in financial position and cash flows thereof for the years then ended in conformity with U.S. generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 24, 2006 on our consideration of the State of Connecticut Clean Water Fund – Water Pollution Control Authority Federal Revolving Loan Account – SRF’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management’s discussion and analysis on pages 3 through 7, is not a required part of the basic financial statements but is supplementary information required by U.S. generally accepted accounting principles. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Seward and Monde

North Haven, Connecticut

August 24, 2006

**OFFICE OF THE TREASURER
STATE OF CONNECTICUT
CLEAN WATER FUND
FISCAL YEAR ENDED JUNE 30, 2006**

MANAGEMENT'S DISCUSSION AND ANALYSIS

This is a narrative overview and analysis of the activities of the State of Connecticut Clean Water Fund for the fiscal year ended June 30, 2006. Readers are encouraged to review it in conjunction with the Fund's financial statements that follow.

Financial Highlights

Changes in Net Assets - Fund net assets under management in the Clean Water Fund at the close of the fiscal year 2006 were \$563,057,408 (including assets of \$1,075,216,120 offset by liabilities of \$512,158,712) compared to fiscal year 2005 Fund net assets of \$531,043,094 (including assets of \$1,080,578,075 offset by liabilities of \$549,534,981). Fund net assets increased by \$32,014,314 or 6.0% primarily reflecting lower debt outstanding. The Statement also shows restricted fund net assets of \$514,175,870 at the close of fiscal year 2006, an increase of \$35,362,702 or 7.4% above the 2005 balance.

Operating Revenues - The Fund's gross operating income remained relatively constant increasing slightly by \$199,779 or 1.6% to \$12,442,506.

Statement of Cash Flows - The Statement of Cash Flows shows an increase in cash for the year of \$1,213,313.

Bonds Outstanding - No new bonds were issued during the year. The Fund's total debt outstanding decreased during the fiscal year by \$34,386,111 to \$487,582,319 due to scheduled amortization.

Loans Receivable - Total loans receivable increased by \$18,323,828 from \$616,013,861 to \$634,337,689 due to the net of new loans and repayments.

Capitalization Grants - During the year, \$19,764,049 was drawn from the EPA for projects, compared to \$15,148,470 drawn in 2005. To date, the State has drawn \$327,222,396 in cumulative federal wastewater capitalization grant awards

A new Federal wastewater capitalization grant of \$13,201,056 was awarded after the close of the fiscal year on July 18, 2006.

Overview of the Financial Statements

The Clean Water Fund financial statements are reported by the Office of the Treasurer in conjunction with the Department of Environmental Protection (DEP). The Treasurer is responsible for the detailed financial information in the Clean Water Fund financial statements.

The Clean Water Fund is classified as an enterprise fund within the Proprietary Funds of the State of Connecticut. Proprietary Funds focus on the determination of the change in fund net assets, financial position, and cash flows for governmental activities that operate similar to a commercial enterprise. Proprietary funds use the accrual basis of accounting.

The Clean Water Fund Balance Sheets, Statements of Revenues, Expenses and Changes in Fund Net Assets, and Statements of Cash Flows provide information about the activities of the Fund as a whole and present an overall view of the Fund's finances.

The Balance Sheets include all of the assets and liabilities of the Fund.

The Statements of Revenues, Expenses and Changes in Fund Net Assets divide the activities of the Fund into two categories:

1. Operating Activities, including the Waste Water Loan Program; and
2. Nonoperating Activities, including investment of funds and the Revenue Bond Program.

For the Waste Water Loan Program activities, the statements indicate the amount of loans financed during the past year. The statements indicate the amount of interest income generated by the investment of funds and describe the structure of the investments. For the Revenue Bond Program activities, these statements indicate the amount of bonds retired during the year and the remaining amount of bonds to be repaid in the future. Fund financial statements also provide information about activities of the Fund as a recipient of federal capitalization grants and the amount of capitalization grants remaining for future use. The Clean Water Fund issues revenue bonds and uses the proceeds to provide financing for Clean Water and Drinking Water projects. Where necessary, due to the issuance of bonds and investment activities for both the Clean Water Fund and Drinking Water Fund, bond proceeds, interest income and expenses may be allocated between the Clean Water Fund and the Drinking Water Fund.

Net Assets

Net Assets of the Clean Water Fund are categorized as follows:

Restricted - includes net assets that have been restricted in use in accordance with the terms of an award, agreement or by state law.

Unrestricted - includes all net assets not restricted and available for any program purpose.

The Clean Water Fund has issued bonds under three bond resolutions since 1991. The issuance of bonds under the third general bond resolution resulted in the creation of three additional fund accounts within the Clean Water Fund accounts. Two of these accounts, the Senior Sinking Fund and the Support Fund, are restricted accounts and the General Revenue Revolving Fund account is unrestricted. All three accounts are held by the Trustee.

Operating Activities

The Wastewater Loan Program

Loans are made to municipalities for project funding and consist of construction loans or interim funding obligations (IFOs) which accrue interest during construction and long-term permanent financing obligations (PLOs) which are signed after projects are completed. The PLOs have 20 year repayment terms and can be prepaid at any time. There are several state grants available to participants in this program.

Construction loans in progress totaled \$71,087,328, a decrease of \$30,604,766 from 2005. Payments to municipalities for ongoing projects totaled \$58,898,104. Completed projects which were permanently financed during the year totaled \$89,471,110. There are no delinquent loans in the Wastewater loan program. Further details about the loans can be found in the notes to the financial statements.

There were 21 new construction loan commitments totaling \$120,421,155 made to municipalities during the year.

Loan repayment collection services are provided by the Trustee, US Bank. Repayments on loans made by the DEP since 1987 are paid to the Clean Water Fund account held at US Bank. These funds provide security for the Bonds and any new Bonds issued thereafter.

Non-Operating Activities

Investment of Funds

The federal capitalization grants and state matching funds are used to provide leveraged financing for eligible projects in the state. Federal capitalization grants are held by the Trustee in the form of either cash or permitted investments. State contributions are held by the Trustee in the form of cash, permitted investments or State general obligation bonds.

The State currently invests in the State's Short Term Investment Fund (STIF) and in guaranteed investment agreements with financial institutions. The 2002 bond resolution requires that the investment agreements be with, or be guaranteed by, institutions with ratings in the two top rating categories given by Standard & Poor's and Moody's Investors Service or any rating service recognized by the State Banking Commissioner. Certain moneys currently held in the Fund are invested pursuant to investment agreements with AA providers which are collateralized with securities issued or guaranteed by the U.S. Government or agencies or instrumentalities whose market value is at least 100% of the funds invested.

The Bond Program

The Connecticut Clean Water Fund has issued long-term debt obligations backed by the pledge of specific assets including loans, reserve funds and other program assets. There are three bond resolutions: the 1990 General Bond Resolution, the 1996 Subordinate Bond Resolution and the 2002 General Revenue Bond Resolution. Long-term debt obligations of the Fund are special obligations of the State which are payable only from the revenues or monies available in the Fund as provided in the Resolutions and the State Act. The proceeds of these bonds were also used to fund loans to Drinking Water Fund borrowers. Further information about outstanding bonds can be found in the notes to the financial statements. No bonds were issued in fiscal year 2006, however as indicated in the Subsequent Event note to the financial statements, the state issued bonds totaling \$180,070,000 after the end of fiscal year 2006.

The program's advisors are:

Bond Counsel - Nixon Peabody, LLP and Hardwick Law Firm, LLC

Financial Advisors - Lamont Financial Services Corporation and P.G. Corbin & Co., Inc.

Auditor - Seward & Monde CPAs

Trustee - US Bank

Loan Repayment Collection Services - US Bank

Verification Agent – AMTEC

Arbitrage Rebate Calculation Services – AMTEC and Nixon Peabody

General Counsel - Attorney General of the State of Connecticut

SELECTED FINANCIAL INFORMATION

	<u>2006</u>	<u>2005</u>	<u>Increase (Decrease)</u>	<u>% Change</u>
Change in Net Assets	\$ 32,014,314	\$ 25,088,711	\$ 6,925,603	27.60%
Operating Revenues	\$ 12,442,506	\$ 12,242,727	\$ 199,779	1.60%
Federal Capitalization Grants	\$ 19,764,049	\$ 15,148,470	\$ 4,615,579	30.50%
Interest on Investments	\$ 20,574,814	\$ 18,263,484	\$ 2,311,330	12.70%
Operating Expenses	\$ 855,492	\$ 755,402	\$ 100,090	13.20%
Interest Expense	\$ 25,220,013	\$ 26,984,680	(\$ 1,764,667)	-6.50%

ECONOMIC CONDITIONS AND OUTLOOK

During fiscal year 2006, the State's economic and financial situation improved over the prior year. The state recovered jobs and the overall State Budget showed a surplus at the end of 2006 for a third in a row. The State continued to enjoy the highest per capita income in the nation, while challenged with relatively high costs (housing, taxes, electricity, and gas), traffic congestion, an aging population and a widening disparity in economic prosperity between our urban and suburban residents.

Economic growth may be slower in the coming year at a time when there are significant needs for transportation and water pollution control upgrades and improvements. State and federal budget constraints which resulted in a slow down in the initiation of water quality and pollution control projects in recent years will mean greater pressure on the Fund to provide critical financial assistance as municipalities embark on major projects in the future.

The major concern for the Clean Water Fund will be the capacity to provide financing for critical work during a period of rapidly increasing construction costs. DEP and the Office of the Treasurer are working together to identify needs, set priorities and reassess the funding capacity of the Clean Water Program and will continue to assist municipalities in determining the most cost effective and efficient way to meet their water quality needs.

REQUIRED SUPPLEMENTARY INFORMATION

The Clean Water Fund does not separately report required supplementary information that contains budgetary comparison schedules; schedules presenting infrastructure assets or supplementary pension fund information because this information is recorded by the State of Connecticut. The State is in compliance with GASB Statement 34.

The Notes to the Financial Statements provide additional information that further explains and supports the information in the financial statements. The Notes provide additional information that is essential to a full understanding of the data provided in the Clean Water Fund's financial statements.

CONTACTS

This financial report is designed to provide a general overview of the Clean Water Fund's finances. Questions about this report or requests for additional information should be addressed to:

Clean Water Fund Financial Administrator
Connecticut State Treasurer's Office
Debt Management Division
55 Elm Street
Hartford, CT 06106-1773
Telephone (860) 702-3134
www.state.ct.us/ott

Questions about the Clean Water Fund and water quality in Connecticut should be addressed to:

Connecticut Department of Environmental Protection
Bureau of Water Protection and Land Reuse
79 Elm Street
Hartford, CT 06106
Telephone (860) 424-3704
www.state.ct.us/dep

**STATE OF CONNECTICUT CLEAN WATER FUND -
WATER POLLUTION CONTROL AUTHORITY FEDERAL
REVOLVING LOAN ACCOUNT (STATE REVOLVING FUND)
BALANCE SHEETS
June 30, 2006 and 2005**

	2006	2005
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 5,573,229	\$ 4,359,916
Interest receivable - investments	3,927,581	3,533,190
Interest receivable - loans	1,389,625	3,272,540
Grants receivable	454,871	420,596
Other assets	-	38,876
Loans receivable	207,334,701	141,501,199
Total current assets	218,680,007	153,126,317
Noncurrent assets:		
Loans receivable	427,002,988	474,512,662
Revolving fund	100,856,900	122,295,821
Deferred losses on early retirement of bonds	31,166,822	34,855,103
Restricted assets:		
Debt service reserve fund	169,925,883	182,560,943
Debt service fund	94,594,144	81,022,610
Senior sinking fund	17,913,559	17,427,473
Support fund	15,075,817	14,777,146
Total restricted assets	297,509,403	295,788,172
Total noncurrent assets	856,536,113	927,451,758
Total assets	\$ 1,075,216,120	\$ 1,080,578,075
LIABILITIES		
Current liabilities:		
Interest payable on revenue bonds	\$ 5,398,329	\$ 5,854,399
Revenue bonds payable	23,503,162	23,835,696
Refunding bonds payable	8,042,364	10,550,415
Arbitrage liability	1,305,654	2,126,690
Total current liabilities	38,249,509	42,367,200
Noncurrent liabilities:		
Premiums on revenue and refunding bonds	17,872,410	19,585,462
Revenue bonds payable	146,602,043	170,105,205
Refunding bonds payable	309,434,750	317,477,114
Total noncurrent liabilities	473,909,203	507,167,781
Total liabilities	512,158,712	549,534,981
FUND NET ASSETS		
Unrestricted	48,881,538	52,229,926
Restricted for loans	514,175,870	478,813,168
Total fund net assets	563,057,408	531,043,094
Total liabilities and fund net assets	\$ 1,075,216,120	\$ 1,080,578,075

See notes to financial statements.

**STATE OF CONNECTICUT CLEAN WATER FUND -
WATER POLLUTION CONTROL AUTHORITY FEDERAL
REVOLVING LOAN ACCOUNT (STATE REVOLVING FUND)
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
For the years ended June 30, 2006 and 2005**

	2006	2005
OPERATING REVENUES		
Interest on loans	\$ 12,442,506	\$ 12,242,727
OPERATING EXPENSES		
Salaries	507,170	430,580
Employee benefits	287,440	228,208
Other	60,882	96,614
Total operating expenses	855,492	755,402
Operating income	11,587,014	11,487,325
NONOPERATING REVENUES (EXPENSES)		
Interest on investments	20,574,814	18,263,484
Amortization of bond premium	1,713,052	1,785,214
Interest expense	(25,220,013)	(26,984,680)
Total nonoperating revenues (expenses)	(2,932,147)	(6,935,982)
Income before federal capitalization grants and transfers	8,654,867	4,551,343
FEDERAL CAPITALIZATION GRANTS		
Project funds	18,967,388	14,486,088
Administrative set-asides	796,661	662,382
Total federal capitalization grants	19,764,049	15,148,470
OPERATING TRANSFERS	3,595,398	5,388,898
Change in fund net assets	32,014,314	25,088,711
FUND NET ASSETS, beginning	531,043,094	505,954,383
FUND NET ASSETS, ending	\$ 563,057,408	\$ 531,043,094

See notes to financial statements.

**STATE OF CONNECTICUT CLEAN WATER FUND -
WATER POLLUTION CONTROL AUTHORITY FEDERAL
REVOLVING LOAN ACCOUNT (STATE REVOLVING FUND)
STATEMENTS OF CASH FLOWS
For the years ended June 30, 2006 and 2005**

	2006	2005
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest received on loans	\$ 10,866,128	\$ 11,028,795
Loan originations	(58,898,104)	(39,684,920)
Principal paid on loans receivable	44,033,569	40,407,016
Payments to employees for salaries and benefits	(794,610)	(658,788)
Other payments	(60,882)	(96,614)
Net cash provided (used) by operating activities	(4,853,899)	10,995,489
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Federal capitalization grants	19,729,774	15,136,555
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Repayment of revenue bonds payable	(23,835,696)	(22,563,949)
Repayment of refunding bonds payable	(10,550,415)	(15,643,221)
Interest paid on revenue and refunding bonds	(21,987,802)	(23,743,170)
Operating transfers	3,595,398	5,388,898
Payments on arbitrage liability	(821,036)	(462,171)
Net cash used by noncapital financing activities	(53,599,551)	(57,023,613)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received on investments	20,219,299	18,647,851
Decrease in revolving fund	21,438,921	2,110,576
(Increase) decrease in restricted assets	(1,721,231)	11,526,651
Net cash provided by investing activities	39,936,989	32,285,078
Net increase in cash and cash equivalents	1,213,313	1,393,509
CASH AND CASH EQUIVALENTS, beginning	4,359,916	2,966,407
CASH AND CASH EQUIVALENTS, ending	\$ 5,573,229	\$ 4,359,916
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating income	\$ 11,587,014	\$ 11,487,325
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Changes in assets and liabilities:		
(Increase) decrease in interest receivable - loans	1,882,915	(523,460)
(Increase) decrease in loans receivable	(18,323,828)	31,624
Net cash provided (used) by operating activities	(\$ 4,853,899)	\$ 10,995,489

See notes to financial statements.

STATE of CONNECTICUT CLEAN WATER FUND - WATER POLLUTION CONTROL
AUTHORITY FEDERAL REVOLVING LOAN ACCOUNT (STATE REVOLVING FUND)
NOTES to FINANCIAL STATEMENTS
June 30, 2006 and 2005

1 - NATURE OF ORGANIZATION

The State of Connecticut Clean Water Fund - Water Pollution Control Authority Federal Revolving Loan Account (State Revolving Fund or SRF), an enterprise fund of the State of Connecticut, established pursuant to Connecticut General Statutes Section 22a-475 to 22a-483, provides financial assistance to the municipalities of Connecticut for the planning, design and construction of water quality projects. The SRF is funded through revenue bonds, State contributions, and federal grants as established under Title VI of the Water Quality Act of 1987 (Act), which requires the State of Connecticut (State) to match federal funds to the extent of 20% of federal funds received.

2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the SRF conform to U.S. generally accepted accounting principles as applicable to government enterprises. The following is a summary of the SRF's significant accounting policies:

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting and the flow of economic resources as specified by the Governmental Accounting Standards Board's (GASB) requirements for an enterprise fund.

Under GASB Statement No. 20, *Accounting and Reporting for Proprietary Funds and other Governmental Entities that Use Proprietary Fund Accounting*, the SRF has elected to apply all Financial Accounting Standards Board Statements and Interpretations issued on or before November 30, 1989, except those that conflict with or contradict GASB pronouncements.

Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Operating and Nonoperating Revenues and Expenses

The SRF's principal operation consists of making low interest loans to municipalities in Connecticut. Operating revenue consists of interest earned on those loans. Operating expenses consist of personnel and other expenses incurred in the initial approval, disbursement and ongoing servicing of those loans through maturity.

Nonoperating revenues include interest earned on investments and nonoperating expenses include interest expense on revenue and refunding bonds.

Revenue Recognition

The deferred losses on early retirement of bonds (Note 8) are being amortized using the outstanding bond method, which yields results equivalent to the interest method.

Federal capitalization grants are reported as nonoperating revenue and are recognized as federal funds are drawn and as the SRF expenditures are made.

Cash and Cash Equivalents

For purposes of the statements of cash flows, the SRF considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. However, the SRF's policy is to exclude restricted assets from cash equivalents for purposes of the statements of cash flows due to the limitations imposed on their use by the Clean Water Fund Revenue Bond Program General Bond Resolutions, adopted by the State Bond Commission on December 7, 1990, as amended and supplemented and on December 17, 2002 (collectively, the "Resolution"). The SRF had cash equivalents of \$229 and \$219 as of June 30, 2006 and 2005, respectively, which consisted of amounts invested in the State Treasurer's Short Term Investment Fund (STIF), an investment pool. The pool is managed by the State Treasurer's Office, and the fair market value of the SRF's position in the pool is the same as the value of the pool shares. Cash equivalents included in restricted assets are presented in Note 6.

Investments

The SRF's policy is to present all investments at fair value except for money market investments and investment contracts, which the SRF has elected to report at amortized cost. The fair value of investments traded on public markets is determined using quoted market prices. The fair value of state general obligation bonds, which are not traded on a public market, is estimated using a comparison of other CT bonds. The cost of the state general obligation bonds approximates their estimated fair value.

There were no material investment gains or losses for the years ended June 30, 2006 and 2005.

Loans, Allowance for Loan Losses and Credit Risk

The SRF makes loans to municipalities in the State of Connecticut for planning, design and construction of water quality projects. Interest on the loans is calculated at two percent of the outstanding balance and recognized as it is earned. The loans are secured by the full faith and credit or revenue pledges of the municipalities, or both. No allowance for loan losses is considered necessary based on management's evaluation of the collectibility of the loans. The evaluation takes into consideration such factors as changes in the size of the municipal loans, overall quality, review of specific problem loans, and current economic conditions and trends that may affect the borrowers' ability to pay.

Restricted Assets

Restricted assets consist of investments, which are segregated into funds and accounts in accordance with the Resolution as previously described plus amounts determined to be prudent by management. The Resolution restricts investments to: a) the State Treasurer's Short-Term Investment Fund, b) Tax Exempt Proceeds Fund of the State, c) interest bearing time deposits held by the trustee, a member bank of the Federal Reserve System, or a bank which is insured by the Federal Deposit Insurance Corporation and d) Investment Obligations as defined in the Resolution.

Bond Premiums/Deferred Loss

The premiums on the revenue and refunding bonds are being amortized over the term of the bonds on a straight-line basis, which yields results equivalent to the interest method.

Deferred losses on early retirement of bonds (Note 8) are being amortized using the outstanding bond method, which yields results equivalent to the interest method.

Revenue Bonds

The following funds and accounts have been established in accordance with the Resolution adopted on December 7, 1990:

<u>Fund / Account</u>	<u>Description and Use</u>
Revenue Fund	Receives all pledged receipts including loan repayments from the municipalities.
a. Pledged Receipts Account	Out-flows include amounts transferred to the interest and principal accounts of the debt service fund for payment of current debt service.
b. Earnings Account	Receives all earnings on funds and investments in all funds and accounts. Out-flows include amounts transferred to the interest and principal accounts of the debt service fund for payment of current debt service.
Loan Fund	Receives proceeds from the sale of revenue bonds as specified and determined by the Resolution. Funds expended for purposes of the State Revolving Fund program, including the financing of loans to municipalities.
Debt Service Reserve Fund	Required to be funded in an amount equal to 50% of all outstanding bonds. The reserve is funded by federal capitalization grant payments drawn under the federal letter of credit and state general obligation bonds. Investment income is transferred to the revenue fund for debt service payments. Used for payment of principal and interest in the event of deficiencies in the revenue accounts.
Debt Service Fund	Receives amounts from the revenue fund accounts sufficient to pay the interest portion due on each interest payment date. Pays interest on outstanding bonds.
a. Interest Account	
b. Principal Account	Receives amounts from the revenue fund accounts sufficient to pay the principal or current sinking fund installments. Pays principal on outstanding bonds.
c. Redemption Account	Receives amounts from the interest and principal accounts for the redemption of bonds. Used for redemption of bonds.
d. Capitalized Interest Account	Receives any capitalized interest received by the trustee. Amounts in the account are transferred for payment of capitalized interest on outstanding bonds.
Interest Subsidy Fund	Established outside of the state revolving fund, principal and investment income is transferred to the revenue fund, then to the debt service fund for payment of debt service. Provides payment of principal and interest in the event of a deficiency in the debt service reserve fund.
Administrative Fund: Cost of Issuance Account	Established outside the SRF, receives a portion of the revenue bond proceeds. Investment income is transferred to the revenue fund for debt service payments. Used to pay issuance cost on revenue bonds.
Rebate Fund	Receives any earnings required to be rebated to the United States pursuant to the Tax Regulatory Agreement. Used for IRS obligations as required.

The following funds and accounts have been established in accordance with the Resolution adopted December 17, 2002:

Fund / Account	Description and Use
Revolving Fund	The Revolving Fund consists of amounts in the water pollution control federal revolving loan account and drinking water federal revolving loan account. The State maintains the Revolving Fund in accordance with the Federal Act. The State shall transfer to the Debt Service Fund any amounts necessary, together with any amounts on deposit therein, sufficient to pay principal of, redemption premium, if any, and interest on bonds.
Bond Proceeds Fund	Receives proceeds from the sale of revenue bonds as specified and determined by the Resolution. Funds are expensed for purposes of financing loans to borrowers under the State Revolving Fund program and if other monies are not available, payment of principal and interest on bonds.
Debt Service Fund	Receives amounts from the Revolving Fund, Support Fund and, if necessary, Bond Proceeds Fund sufficient to pay the debt service on the bonds. Pays principal and interest on outstanding bonds.
Support Fund	The Support Fund, and accounts therein, shall be funded in the amounts and in the manner set forth in a Supplemental Resolution. Monies in the Support Fund shall be transferred to the Debt Service Fund to pay the interest, principal and Sinking Fund Installments and Redemption Price due on Bonds, in accordance with the schedule set forth in the applicable Supplemental Resolution.
Administrative Fund: Cost of Issuance Account	Established outside the SRF, receives a portion of the revenue bonds proceeds. Investment income is transferred to the revenue fund for debt service payments. Used to pay issuance cost on revenue bonds.
Rebate Fund	Receives any earnings required to be rebated to the United States pursuant to the Tax Regulatory Agreement. Used for IRS obligations as required.

Fund Net Assets - Restricted for Loans

The fund net assets restricted for loans represents amounts accumulated from federal drawdown, less administrative expenses not exceeding 4% of the federal grant, transfers from the State representing the 20% match on federal funds and interest earned on municipal loans.

3 - CASH DEPOSITS AND INVESTMENTS

Cash Deposits

Cash deposits are classified in categories of custodial credit risk. This is the risk that, in the event of the failure of a depository financial institution, the SRF will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. Cash deposits of the SRF include funds held by the Connecticut State Comptroller and the Connecticut Short Term Investment Fund (STIF). As of June 30, 2006 and 2005 funds held by the State Comptroller were \$5,573,229 and \$4,359,697, respectively. These funds are pooled with other State of Connecticut accounts, and custodial credit risk cannot be determined at the SRF level. As of June 30, 2006 funds held by STIF were \$71,497,347, of which \$71,497,118 is included in the revolving fund on the Balance Sheet. As of June 30, 2005 funds held by STIF were \$76,074,989, of which \$76,074,770 is included in the revolving fund on the Balance Sheet. STIF is a money market investment pool, rated AAAM by Standard and Poor's, in which the State, municipal entities, and political subdivisions of the State are eligible to invest. The State is authorized to invest STIF funds in U.S. government and agency obligations, certificates of deposit, commercial paper, corporate bonds, savings accounts, bankers' acceptances, repurchase agreements, asset-backed securities, and student loans.

Investments

As of June 30, 2006, the SRF had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in years)				Rating
		Less than 1	1 - 5	6 - 10	More than 10	
Federated Treasury Repurchase Agreements	\$ 29,439,460	\$ 29,439,460	\$ -	\$ -	\$ -	AAA
Guaranteed Investment Contracts	176,031,795	-	20,506,008	-	155,525,787	AAA
Guaranteed Investment Contracts	76,974,902	-	27,072,793	42,759,864	7,142,245	AA-
Connecticut General Obligation Bonds	44,423,027	-	3,678,109	9,554,094	31,190,824	AA
	<u>\$ 326,869,184</u>	<u>\$ 29,439,460</u>	<u>\$ 51,256,910</u>	<u>\$ 52,313,958</u>	<u>\$193,858,856</u>	

As of June 30, 2005, the SRF had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in years)				Rating
		Less than 1	1 - 5	6 - 10	More than 10	
Federated Treasury Repurchase Agreements	\$ 60,171,849	\$ 60,171,849	\$ -	\$ -	\$ -	AAA
Guaranteed Investment Contracts	155,837,864	-	19,046,628	1,459,380	135,331,856	AAA
Guaranteed Investment Contracts	77,586,329	-	-	37,323,448	40,262,881	AA-
Connecticut General Obligation Bonds	48,413,181	-	-	15,451,859	32,961,322	AA
	<u>\$ 342,009,223</u>	<u>\$ 60,171,849</u>	<u>\$ 19,046,628</u>	<u>\$ 54,234,687</u>	<u>\$208,556,059</u>	

Interest Rate Risk

The maturity or redemption dates of investment shall coincide as nearly as practicable with the times at which funds will be required for purposes as established in the General Bond Resolutions.

4 - LOANS RECEIVABLE

The SRF loans funds to qualified municipalities at an annual interest rate of two percent, secured by the full faith and credit or revenue pledges of the municipalities, or both. Principal and interest payments on loans are payable over a 20 year period in equal monthly installments commencing one month after the scheduled completion date, or in a single annual installment representing the first year's principal and interest not later than one year after the scheduled completion date and thereafter in monthly or annual installments.

Loans receivable by type are as follows as of June 30:

	<u>2006</u>	<u>2005</u>
Construction in process	\$ 71,087,328	\$ 101,692,094
Completed projects	<u>563,250,361</u>	<u>514,321,767</u>
	<u>\$634,337,689</u>	<u>\$616,013,861</u>

Aggregate maturities of loans receivable in subsequent years for completed projects are as follows:

<u>Year ending June 30</u>	
2007	\$ 47,509,675
2008	44,825,823
2009	45,404,677
2010	45,858,805
2011	46,278,397
Thereafter	<u>333,372,984</u>
	<u>\$ 563,250,361</u>

5 - FEDERAL LETTER OF CREDIT

The following represents a summary of the funds available under the U.S. Environmental Protection Agency's letter of credit as of June 30:

	<u>2006</u>	<u>2005</u>
Awarded	\$ 327,222,396	\$ 327,222,396
Requested	<u>327,222,396</u>	<u>307,492,622</u>
Available federal letter of credit	<u>\$ -</u>	<u>\$ 19,729,774</u>

On July 17, 2006 an additional award of \$13,201,056 was received from the U.S. Environmental Protection Agency.

6 - RESTRICTED ASSETS

Restricted assets as of June 30 are comprised of the following:

	<u>2006</u>	<u>2005</u>
Cash equivalents:		
Money market investment pool	\$ 17,830,383	\$ -
Investments:		
Federated Treasury Repurchase Agreements	23,541,702	59,004,608
Guaranteed Investment Contracts	253,006,697	233,424,193
Connecticut General Obligation Bonds	<u>3,130,621</u>	<u>3,359,371</u>
	<u>\$ 297,509,403</u>	<u>\$ 295,788,172</u>

7 - RELATED PARTY TRANSACTIONS

The SRF is one fund of many within the State of Connecticut financial reporting structure and as a result, certain transactions including operating transfers, loans receivable and allocation of expenses among funds are under the direction of the State.

Investments

The SRF has invested in the State Treasurer's Short Term Investment Fund. The SRF also holds State General Obligation Bonds as presented in Note 6.

Allocation of Expenses

Fringe benefit costs which are incurred at the State level are applied as a percentage of salaries to all State governmental units, including the SRF. For the years ended June 30, 2006 and 2005, the basic rates were 55.00% and 53.00%, respectively, of the SRF wages and the amounts charged aggregated \$287,440 and \$228,208, respectively.

8 - BONDS PAYABLE

A summary of changes in bonds payable during the year ended June 30, 2006 is as follows:

	Balance June 30, 2005	Principal Paydown	Balance June 30, 2006
Revenue bonds payable	\$ 193,940,901	\$ 23,835,696	\$ 170,105,205
Subordinate refunding bonds payable	104,440,000	6,555,000	97,885,000
Refunding bonds payable	<u>223,587,529</u>	<u>3,995,415</u>	<u>219,592,114</u>
	<u>\$ 521,968,430</u>	<u>\$ 34,386,111</u>	<u>\$ 487,582,319</u>

A summary of changes in bonds payable during the year ended June 30, 2005 is as follows:

	Balance June 30, 2004	Principal Paydown	Balance June 30, 2005
Revenue bonds payable	\$ 216,504,850	\$ 22,563,949	\$ 193,940,901
Subordinate refunding bonds payable	115,985,000	11,545,000	104,440,000
Refunding bonds payable	<u>227,685,750</u>	<u>4,098,221</u>	<u>223,587,529</u>
	<u>\$ 560,175,600</u>	<u>\$ 38,207,170</u>	<u>\$ 521,968,430</u>

Revenue Bonds

The proceeds of the SRF's bonds are to be used to provide funds to make loans to Connecticut municipalities, for use in connection with the financing or refinancing of wastewater and drinking water treatment projects.

The State of Connecticut issued Clean Water Fund, Revenue Bonds 2001, 1999, 1997, 1996, 1994, 1993, 1992 and 1991 series, dated May 24, 2001, dated April 15, 1999, September 1, 1997, March 1, 1996, June 1, 1994, January 1, 1993, 1992 and 1991, respectively. Debt service on these bonds is to be paid from pledged receipts, earnings on investments held in the debt service reserve funds and maturing principal and interest on investments held in the interest subsidy funds. "Pledged receipts" means payments of principal and interest on municipal obligations, including both timely and delinquent payments with late charges, if any, and includes any fees and charges, fines and penalties collected or held by the State.

In accordance with the State Clean Water Fund Revenue Bonds, 2001 Series Plan of Finance, the State allocated the proceeds of 2001 series between the SRF and the State of Connecticut Drinking Water Fund - State Revolving Fund ("Drinking Water Fund") (collectively, "The Obligated Group") with \$70,385,253 allocated to the SRF and \$29,614,747 allocated to the Drinking Water Fund. The Drinking Water Fund (an enterprise fund of the State of Connecticut) was also established pursuant to Connecticut General Statutes Section 22a-475 to 22a-483 and provides assistance to municipalities of Connecticut to finance the costs of infrastructure needed to achieve or maintain compliance with the Safe Drinking Water Fund Act.

Pledged receipts include the repayments of loans made by the Obligated Group, including all loans previously funded as well as future loans. Although amounts attributable to the Obligated Group will be tracked separately for federal reporting purposes, all pledged receipts will secure all bonds of the Clean Water Fund Revenue Bond Program. The Act and the General Bond Resolution adopted December 7, 1990 permit the pledging of assets of both the SRF and the Drinking Water Fund SRF to secure all bonds.

The State of Connecticut issued Clean Water Fund Revenue Bonds 2003 series dated July 10, 2003 pursuant to the General Bond Resolution adopted December 17, 2002. In accordance with the State Clean Water Fund Revenue Bonds, 2003 Series Plan of Finance, the State allocated the proceeds of 2003 series between the SRF and the Drinking Water Fund with \$85,021,200 allocated to the SRF and \$33,063,800 allocated to the Drinking Water Fund. Debt service on the 2003 series bonds is to be paid from any available monies in the SRF and the Drinking Water Fund. The State has pledged amounts in the bond proceeds fund, the support fund and the debt service fund pursuant to the Resolution.

Revenue bonds payable consist of the following as of June 30:

	<u>2006</u>	<u>2005</u>
Serial bonds, with interest rates from 2.00% to 6.375%, maturing from 2007 through 2026	\$ 157,295,205	\$ 181,130,901
Term bonds, with interest rates ranging from 5.125% to 6%, maturing from 2012 through 2020	<u>12,810,000</u>	<u>12,810,000</u>
	<u>\$ 170,105,205</u>	<u>\$ 193,940,901</u>

Refunding Bonds - 1996 Series

On March 15, 1996 the State issued \$48,445,000 of Clean Water Fund Refunding Bonds, 1996 Series (1996 Refunding Bonds) with interest rates of 3.45% to 5.6% to advance refund Clean Water Fund 1991 Series Revenue Bonds (Refunded Bonds) with a principal balance of \$43,125,000 and interest rates of 6.3% to 7%. The Refunded Bonds were to mature at various dates through January 1, 2011 but were called on January 1, 2001.

The net proceeds of the 1996 Refunding Bonds of \$47,478,959 were used to purchase U.S. Government securities and those securities were placed in an irrevocable trust with an escrow agent to provide debt service payments until the Refunded Bonds were called on January 1, 2001. The advance refunding met the requirements of an in-substance debt defeasance and, accordingly, the Refunded Bonds with a principal balance of \$43,125,000 were removed from the SRF's balance sheet.

The difference of \$4,733,836 between the book value of the Refunded Bonds and the amount deposited to the irrevocable trust to fund their debt service represents a loss which has been deferred and is being recognized as an adjustment of interest expense over the life of the 1996 Refunding Bonds using the outstanding bond method. Amortization of the deferred loss for the years ended June 30, 2006 and 2005 totaled \$294,890 and \$343,794, respectively.

Refunding Bonds - 1999 Series

On May 1, 1999 the State, with State Street Bank as Trustee, issued \$78,995,000 of Clean Water Fund Subordinate Revenue Refunding Bonds, 1999 Series (1999 Refunding Bonds) with interest rates of 3.45% to 5.25% to advance refund Clean Water Fund 1991, 1992 and 1994 Series Revenue Bonds (Refunded Bonds) with principal balances totaling \$74,080,000 and interest rates of 5.65% to 6.7%. The Refunded Bonds were to mature at various dates through June 1, 2016 but were called on June 1, 2004.

The net proceeds of the 1999 Refunding Bonds of \$80,413,679 were used to purchase U.S. Government securities and those securities were placed in an irrevocable trust with an escrow agent to provide debt service payments until the Refunded Bonds were called on various dates through June 1, 2004. The advance refunding met the requirements of an in-substance debt defeasance and, accordingly, the Refunded Bonds with a principal balance of \$74,080,000 were removed from the SRF's balance sheet.

The difference of \$6,338,445 between the book value of the Refunded Bonds and the amount deposited to the irrevocable trust to fund their debt service represents a loss which has been deferred and is being recognized as an adjustment of interest expense over the life of the 1999 Refunding Bonds using the outstanding bond method. Amortization of the deferred loss for the years ended June 30, 2006 and 2005 totaled \$487,556 and \$492,303, respectively.

Refunding Bonds – 2003 Series

On July 10, 2003 the State issued \$115,785,000 of Clean Water Fund Refunding Bonds 2003, Series B with interest rates of 2.0% to 5.9% and \$121,375,000 of Clean Water Fund Refunding Bonds, 2003 Series C as auction rate bonds to advance refund Clean Water Fund 1991, 1992, 1994, 1996, 1997, 1999 and 2001 Series Revenue Bonds (Refunded Bonds) with principal balances totaling \$272,805,000 and interest rates of 4.3% to 7.0%. The State allocated \$7,572,339 of the 2003 Series B Refunding Bonds to the Drinking Water Fund. The Refunded Bonds mature at various dates through September 1, 2022.

The net proceeds of the 2003 Series B and C Refunding Bonds of \$291,594,387 were used to purchase U.S. Government securities and those securities were placed in an irrevocable trust with an escrow agent to provide debt service payments until the Refunded Bonds are called on various dates through October 1, 2011. The advance refunding met the requirements of an in-substance debt defeasance and, accordingly, the Refunded Bonds with a principal balance of \$254,971,000 were removed from the SRF's balance sheet. As of June 30, 2006 and 2005, the outstanding principal balance of the Refunded Bonds was \$184,861,000.

The difference of \$37,699,081 between the book value of the Refunded Bonds and the amount deposited to the irrevocable trust to fund their debt service represents a loss which has been deferred and is being recognized as an adjustment of interest expense over the life of the 2003 Series B and C Refunding Bonds using the outstanding bond method. Amortization of the deferred loss for the years ended June 30, 2006 and 2005 totaled \$2,905,835 and \$2,982,885, respectively.

The interest rate on the 2003 Series C Bonds was hedged with an interest rate swap (see Note 10). At June 30, 2006, debt service requirements of the variable-rate bonds and net swap payments, assuming current interest rates remain the same, for their term were as follows. As rates vary, variable-rate bond interest payments and net swap payments will vary.

Year ending June 30,	Principal	Interest	Interest Rate Swaps, Net	Total
2007	\$ -	\$ 3,881,834	(\$ 3,070,681)	\$ 811,153
2008	-	3,881,834	(3,074,499)	807,335
2009	-	3,881,834	(3,070,681)	811,153
2010	-	3,881,834	(3,070,681)	811,153
2011	-	3,881,834	(3,070,681)	811,153
2012-2016	-	19,573,283	(15,490,052)	4,083,231
2017-2021	96,875,000	10,855,563	(8,435,826)	99,294,737
2022-2023	24,500,000	635,153	(459,629)	24,675,524
	<u>\$ 121,375,000</u>	<u>\$50,473,169</u>	<u>(\$ 39,742,730)</u>	<u>\$132,105,439</u>

Bond Maturities

Requirements at June 30, 2006 to retire the SRF's revenue and refunding bonds are as follows:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2007	\$ 31,545,526	\$ 17,249,922
2008	41,749,042	16,276,299
2009	33,768,345	13,588,892
2010	37,437,676	12,537,960
2011	30,838,949	11,023,802
2012-2016	141,340,581	33,725,829
2017-2021	123,473,800	10,649,732
2022-2026	47,428,400	2,330,668
	<u>\$ 487,582,319</u>	<u>\$ 117,383,104</u>

9 - ARBITRAGE LIABILITY

The Internal Revenue Code provides that interest on certain obligations issued by states, including SRF revenue bonds, are not taxable to the holder provided that bond proceeds are not invested in higher yielding investments, which is referred to as arbitrage. To mitigate arbitrage with respect to the SRF's 1996, 1997, 1999, 2001 and 2003 series revenue bonds, the SRF is required to remit excess investment income to the federal government.

10 - INTEREST RATE SWAPS

The State entered into an interest rate swap in connection with its \$121,375,000 2003 Series C auction rate Clean Water Fund Refunding Bonds to lock-in a synthetic fixed rate of 3.1789%. The swap was enhanced with a structure which included two components in order to better match the swap payments with the underlying auction rates.

The State secured a fixed payment rate of 3.0299% with Swap A in return for receiving a floating payment rate of 1-month London Interbank Offered Rate (LIBOR) multiplied by 67%. Swap A includes an option for the State to terminate the agreement effective October 1, 2013 and semi-annually thereafter. The notional amount of the swap mirrors the amortization schedule of the 2003 Series C Bonds.

The floating rates on the 2003 Series C bonds are expected to trade based on the tax-exempt Bond Market Association Municipal Swap index, which has historically averaged around 67% of LIBOR. However, there is a risk that the Bond Market Association (BMA) index could equal more than 67% of LIBOR creating a mismatch between floating receipts from the swap agreement and floating interest payments under the 2003 Series C bonds. This situation generally happens when interest rates are low and is called basis risk. To hedge this risk, the State entered into Swap B.

Swap B pays the State a floating rate equaling the lesser of 33% of LIBOR or (58% of LIBOR plus 0.39%) minus 67% of LIBOR, subject to a 0% minimum. The State makes fixed payments with an interest rate of 0.149%. Swap B matures on October 1, 2013 and contains no termination option. The combined effect of the swaps is that the State receives a higher percentage of LIBOR when LIBOR rates are below 4.33% (to a maximum of 100% of LIBOR) and a lower percentage of LIBOR when rates are higher (to a minimum of 67% of LIBOR). The creation of this structure ("Collar") approximates the relationship between the BMA and the taxable LIBOR index, thereby reducing basis risk.

The total value of Swap A, valued using forward LIBOR rates to estimate future payments and receipts with the 2013 par termination option, is estimated to be \$10,027,212 and \$1,662,051 as of June 30, 2006 and 2005, respectively. Due to the unique nature of the option, this estimate is theoretical and includes assumptions about future interest rate volatility.

Swap B had a negative value of \$970,425 and \$700,210 as of June 30, 2006 and 2005, respectively. Swap B was also valued using forward LIBOR rates to estimate future payments and receipts. This methodology may understate the value of the implied Collar structure somewhat as it does not factor-in the probability that interest rates may continue to stay low enough (or rise and fall again) for the State to continue to receive payments under Swap B. Included in the value are the floor and cap components of the Collar.

At June 30, 2006, the Clean Water Fund was exposed to minimal credit risk related to the swaps. The swap counterparty was rated AA+ by Standard & Poor's and Aaa by Moody's Investors Service as of June 30, 2006.

11 - FUND NET ASSETS

The following represents an analysis of fund net assets for the years ended June 30, 2006 and 2005.

	<u>Unrestricted</u>	<u>Restricted for Loans</u>	<u>Total</u>
Balance at June 30, 2004	\$ 56,899,724	\$449,054,659	\$ 505,954,383
Change in fund net assets	<u>(4,669,798)</u>	<u>29,758,509</u>	<u>25,088,711</u>
Balance at June 30, 2005	52,229,926	478,813,168	531,043,094
Change in fund net assets	<u>(3,348,388)</u>	<u>35,362,702</u>	<u>32,014,314</u>
Balance at June 30, 2006	<u>\$ 48,881,538</u>	<u>\$514,175,870</u>	<u>\$ 563,057,408</u>

12 - OPERATING TRANSFERS

Operating transfers consist of the following for the years ended June 30:

	<u>2006</u>	<u>2005</u>
Interest subsidy transfers	\$ 2,431,079	\$ 2,551,856
Pledged loan repayments	2,182,254	2,189,663
Operating expenses transfer	796,661	662,382
Operating expenses reimbursement	(1,445,920)	(325,888)
Transfer related to bond offering	-	310,885
Transfer related to State loan account	86,945	-
Transfers related to Bridgeport receipt	<u>(455,621)</u>	<u>-</u>
	<u>\$ 3,595,398</u>	<u>\$ 5,388,898</u>

13 - LOAN FUNDING COMMITMENTS

The SRF has entered into various loan agreements with municipalities to fund the planning, design and construction of water quality projects. The following represents a summary of loan commitments at June 30:

	<u>2006</u>	<u>2005</u>
Total funds committed to municipalities	\$ 803,513,527	\$ 774,125,290
Loan amount outstanding to municipalities	<u>634,337,689</u>	<u>616,013,861</u>
Loan commitments outstanding	<u>\$ 169,175,838</u>	<u>\$ 158,111,429</u>

14 - RISK MANAGEMENT

The State of Connecticut is responsible for risk management of the SRF activities through the use of commercial and self-insurance.

15 - SUBSEQUENT EVENTS

2006 Series A & B Bonds:

On July 27, 2006 the State of Connecticut State Revolving Fund, which consists of the Clean Water Fund and the Drinking Water Fund, issued \$180,070,000 in General Revenue Bonds. The Series A bonds were issued to fund \$145,000,000 of clean water and \$5,000,000 of drinking water projects. The Series B bonds were issued in the amount of \$30,070,000 to refund \$34,065,000 of previously issued bonds. The Series A bonds are subject to redemption prior to maturity and Series B bonds are not subject to redemption prior to maturity.

The \$150,000,000 in new money bonds were issued with interest rates from 3.75% to 5.00%, maturing from 2007 through 2027.

The \$30,070,000 Series B bonds were issued with interest rates from 3.61% to 5.00%, maturing from 2007 through 2012. The State used the proceeds and \$3,813,641 in cash to defease all the outstanding 1996 Series A and 1996 Series B bonds totaling \$34,065,000. The refunding portion of the transaction will achieve present value savings of approximately \$801,200.

Reassignment of 2003 Bond Proceeds:

The proceeds of the 2003 Series A bonds were initially allocated between the Clean Water Fund and the Drinking Water Fund. Since the July 2003 bond issue, the Clean Water Fund expenditures far exceeded its \$90,000,000 allocation and the Drinking Water Fund did not expend its total \$35,000,000 allocation.

After a review of the total expenditures from both programs since 2003, as of July 1, 2006, the State transferred \$10,210,105 in 2003 bond proceeds from the Drinking Water Fund to the Clean Water Fund. An equal principal amount of 2003 bonds will now be designated Clean Water bonds and will be payable from Clean Water revenues for their remaining term. The 2003 Support Fund balances for each program are similarly impacted by the reassignment. Available money equal to \$1,734,740 in the Clean Water Fund's General Revenue Revolving Fund has been deposited in the Clean Water Fund's 2003 Support Fund and \$1,734,740 in the Drinking Water 2003 Support Fund has become available money in the Drinking Water Fund's General Revenue Revolving Fund.

SEWARD AND MONDE

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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

Ms. Denise L. Nappier, Treasurer

Ms. Gina McCarthy, Commissioner,
Department of Environmental Protection,
State of Connecticut

We have audited the financial statements of the State of Connecticut Clean Water Fund - Water Pollution Control Authority Federal Revolving Loan Account (State Revolving Fund) (SRF) (an enterprise fund of the State of Connecticut) as of and for the year ended June 30, 2006, and have issued our report thereon dated August 24, 2006. We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government 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 SRF's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

COMPLIANCE AND OTHER MATTERS

As part of obtaining reasonable assurance about whether the SRF's financial statements 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 the 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*.

This report is intended solely for the information and use of the management of the SRF and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

Seward and Monde

North Haven, Connecticut
August 24, 2006

SEWARD AND MONDE

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM, ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133, AND
ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Ms. Denise L. Nappier, Treasurer

Ms. Gina McCarthy, Commissioner,
Department of Environmental Protection,
State of Connecticut

COMPLIANCE

We have audited the compliance of the State of Connecticut Clean Water Fund - Water Pollution Control Authority Federal Revolving Loan Account (State Revolving Fund) (SRF) (an enterprise fund of the State of Connecticut) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 2006. The SRF's major federal program is identified in the summary of auditors' results section of the accompanying schedule of federal findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the SRF's management. Our responsibility is to express an opinion on the SRF's compliance based on our audit.

We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the SRF'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 on the SRF's compliance with those requirements.

In our opinion, the SRF complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 2006.

INTERNAL CONTROL OVER COMPLIANCE

The management of the SRF is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the SRF's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

We have audited the financial statements of the SRF as of and for the year ended June 30, 2006, and have issued our report thereon dated August 24, 2006. Our audit was performed for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the management of the SRF and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

Seward and Monde

North Haven, Connecticut
August 24, 2006

STATE OF CONNECTICUT CLEAN WATER FUND - WATER POLLUTION CONTROL
 AUTHORITY FEDERAL REVOLVING LOAN ACCOUNT (STATE REVOLVING FUND)
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the year ended June 30, 2006

<u>Federal Grantor; Program Title</u>	<u>Federal CFDA Number</u>	<u>Expenditures</u>
ENVIRONMENTAL PROTECTION AGENCY		
Direct:		
Capitalization Grants for State Revolving Fund	66.458	\$ 19,764,049

See notes to schedule.

STATE OF CONNECTICUT CLEAN WATER FUND - WATER POLLUTION CONTROL
AUTHORITY FEDERAL REVOLVING LOAN ACCOUNT (STATE REVOLVING FUND)
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the year ended June 30, 2006

A - ACCOUNTING BASIS

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the State of Connecticut Clean Water Fund - Water Pollution Control Authority Federal Revolving Loan Account (State Revolving Fund) and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the financial statements.

Revenues are recognized to the extent of expenditures. Expenditures have been recognized to the extent that administrative costs have been incurred by the SRF and charged to the grant and federal funds have been loaned to municipalities during the year.

B - MUNICIPAL LOAN BALANCES

The balance of outstanding loans to municipalities totaled \$634,337,689 as of June 30, 2006.

STATE OF CONNECTICUT CLEAN WATER FUND - WATER POLLUTION CONTROL
AUTHORITY FEDERAL REVOLVING LOAN ACCOUNT (STATE REVOLVING FUND)
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS
For the year ended June 30, 2006

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

Material weakness(es) identified? Yes No

Reportable condition(s) identified that are not considered to
be material weaknesses? Yes None reported

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major programs:

Material weakness(es) identified? Yes No

Reportable condition(s) identified that are not considered to
be material weaknesses? Yes None reported

Type of auditors' report issued on compliance for major
program: Unqualified

Any audit findings disclosed that are required to be reported
in accordance with Section .510(a) of Circular A-133? Yes No

Major Programs:

CFDA Number

Name of Federal Program

66.458

Capitalization Grants for State Revolving Fund

Dollar threshold used to distinguish between

type A and type B programs \$592,921

Auditee qualified as low risk auditee? Yes No

SECTION II - FINANCIAL STATEMENT FINDINGS

No findings are reported.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No findings or questioned costs are reported.

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APPENDICES

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Appendix I: State Authorizations As of July 1, 2006

State General Obligation Authorizations		
State Funding	FY87	\$ 40,000,000
State Funding	FY88	40,000,000
State Funding	FY89	40,000,000
State Funding	FY90	60,000,000
Bond Fund Transfer	FY90	15,000,000
State Funding - LIS	FY90	25,000,000
State Funding	FY91	100,000,000
State Funding - LIS	FY91	25,000,000
State Funding	FY92	50,000,000
State Funding	FY93	30,000,000
State Funding	FY94	58,850,000
State Funding	FY95	75,020,000
Funding Recision	FY95	(22,600,000)
State Funding	FY96	16,480,000
State Funding	FY97	23,580,000
State Funding	FY98	45,000,000
State Funding	FY99	14,000,000
State Funding	FY99	(14,000,000)
State Funding	FY00	43,400,000
State Funding	FY01	53,100,000
State Funding	FY02	40,000,000
State Funding	FY 03	40,000,000
Funding Deferral	FY 03	3,200,000
State Funding	FY04	0
State Funding	FY05	(60,000,000)
State Funding	FY06	20,000,000
State Funding	FY07	20,000,000
Total State Funding		781,030,000

Appendix I (Continued): State Authorizations

As of July 1, 2006

STATE REVENUE		
Revenue Bond Authority	FY91	\$100,000,000
Revenue Bond Authority	FY92	200,000,000
Revenue Bond Authority	FY93	30,000,000
Revenue Bond Authority	FY94	93,800,000
Revenue Bond Authority	FY95	51,600,000
Recision	FY95	(8,500,000)
Revenue Bond Authority	FY96	125,400,000
Revenue Bond Authority	FY97	41,000,000
Revenue Bond Authority	FY98	151,300,000
Revenue Bond Authority	FY99	83,300,000
Revenue Bond Authority	FY00	64,600,000
Revenue Bond Authority	FY01	66,900,000
Revenue Bond Authority	FY02	81,000,000
Revenue Bond Authority	FY03	158,000,000
Revenue Bond Authority	FY04	0
Revenue Bond Authority	FY05	0
Revenue Bond Authority	FY06	0
Revenue Bond Authority	FY07	100,000,000
Total Revenue Bond Authority		1,338,400,000

Appendix II: State Match for Federal Capitalization Grants

CWF STATE MATCH CONTRIBUTION As Of June 30, 2006		
Projects	Contract Date / State Bond Commission Approval Date	AMOUNT
EAST LYME CWF 112-C	10-Dec-87	\$8,860,815.69
DANBURY 103-C	22-Nov-88	\$6,567,587.30
EAST LYME CWF 175-C	03-Feb-89	\$1,092,205.71
STONINGTON 141-C	15-Jun-89	\$1,600,000.00
MIDDLETOWN 209-D	01-Sep-89	\$0.00
CHESHIRE 111.1-C	13-Nov-90	\$567,431.65
EAST LYME 112-CD1	31-Dec-90	<u>\$373,389.00</u>
	SUBTOTAL	19,061,429.35
Bonds		
PRIVATELY PLACED G.O.	28-Jan-91	\$12,873,381.00
PRIVATELY PLACED G.O.	22-Jan-92	\$26,144,911.00
PRIVATELY PLACED G.O.	28-Mar-96	\$5,000,000.00
PRIVATELY PLACED G.O.	30-Sep-97	\$19,000,000.00
PRIVATELY PLACED G.O.	06-May-99	<u>\$18,000,000.00</u>
	SUBTOTAL	\$81,018,292.00
	TOTAL STATE MATCH	\$100,079,721.35
	TOTAL FEDERAL CAPITALIZATION GRANTS *	\$340,423,452
	REQUIRED STATE MATCH (20%)	\$68,024,690.40
	TOTAL STATE MATCH	\$100,079,721.35
STATE OBLIGATIONS & PAYMENTS LESS REQUIRED STATE MATCH (FOR FUTURE CAPITALIZATION GRANT MATCH REQUIREMENTS)		\$32,055,030.90

1) After the end of the fiscal year, the EPA awarded the State \$13,201,056 on July 18, 2006.

Appendix III: Federal Capitalization Grants

Federal Funding Authorizations				
		Projects Funds	Administrative Funds	Total
Federal Funding	FY87	\$6,807,840	\$283,660	\$7,091,500
Federal Funding	FY88	\$20,258,640	\$844,110	\$21,102,750
Federal Funding	FY89	\$21,277,361	\$886,557	\$22,163,918
Transfer from Federal Title II	FY89	\$132,707	\$5,529	\$138,236
Federal Funding	FY90	\$21,955,014	\$914,792	\$22,869,806
Federal Funding	FY91	\$24,136,168	\$1,005,674	\$25,141,842
Transfer from Federal Title II	FY91	\$1,828,380	\$76,182	\$1,904,562
Transfer to Federal Title II	FY91	(\$1,536,000)	(\$64,000)	(\$1,600,000)
Federal Funding	FY92	\$22,850,942	\$952,123	\$23,803,065
Federal Funding	FY93	\$22,604,694	\$941,862	\$23,546,556
Federal Funding	FY94	\$14,025,908	\$584,413	\$14,610,321
Federal Funding	FY95	\$14,485,807	\$603,575	\$15,089,382
Transfer from Federal Title II	FY95	\$2,026,008	\$84,417	\$2,110,425
Federal Funding	FY96	\$23,728,949	\$988,706	\$24,717,655
Transfer from Federal	FY96	(\$2,026,008)	(\$84,417)	(\$2,110,425)
Federal Funding	FY97	\$7,307,712	\$304,488	\$7,612,200
Federal Funding	FY98	\$15,836,515	\$659,855	\$16,496,370
Transfer from Federal Title II	FY98	\$3,678,986	\$153,291	\$3,832,277
Federal Funding	FY99	\$15,837,846	\$659,910	\$16,497,756
Federal Funding	FY00	\$15,784,148	\$657,673	\$16,441,821
Federal Funding	FY01	\$15,643,869	\$651,828	\$16,295,697
Federal Funding	FY02	\$15,678,749	\$653,281	\$16,332,030
Transfer from Federal Title II	FY02	\$409,229	\$17,051	\$426,280
Federal Funding	FY03	\$15,576,771	\$649,032	\$16,225,803
Federal Funding	FY04	\$15,586,180	\$649,424	\$16,235,604
Transfer from Federal Title II	FY04	\$237,086	\$9,879	\$246,965
Federal Funding*	FY05	\$12,673,014	\$528,042	\$13,201,056
Total Federal Funding		\$326,806,551	\$13,616,937	\$340,423,452

* Awarded after the end of the fiscal year.

Appendix IV: Loans Closed During Fiscal Year 2006

Closing Date	Municipality	Project No	SCD	IFO/PLO	Amount	New PLO Amount	New IFO Amount
7/7/2005	Cheshire	481-C	3/31/2007	IFO	\$5,226,439.43		\$5,226,439.43
7/13/2005	Ansonia	311-DC	9/30/2006	IFO	\$5,319,961.00		\$5,319,961.00
7/13/2005	Marlborough	210-D	1/31/2006	IFO	\$972,991.00		\$972,991.00
7/18/2005	Plainville	542-D	3/31/2006	IFO	\$733,677.00		\$733,677.00
7/19/2005	Westport	550-DC	9/1/2008	IFO	\$29,308,869.00		\$29,308,869.00
8/11/2005	Wallingford	479-C	8/1/2005	PLO	\$1,996,811.87	\$1,996,811.87	
9/30/2005	Jewett City	443-D	9/30/2005	IFO	\$11,702,090.00		\$11,702,090.00
9/30/2005	Windham	551-D	1/31/2007	IFO	\$789,646.00		\$789,646.00
11/30/2005	South Windsor	109-CSL	5/31/2005	PLO	\$402,727.00	\$402,727.00	
11/30/2005	Waterbury	351-CD1	5/31/2005	PLO	\$543,822.40	\$543,822.40	
12/28/2005	Middletown	362-C	6/30/2005	IFO	\$3,236,657.00		\$3,236,657.00
12/28/2005	Stratford	366-D	6/30/2005	IFO	\$1,297,068.00		\$1,297,068.00
12/31/2005	Bridgeport	559-C	6/30/2005	IFO	\$1,260,316.00		\$1,260,316.00
1/18/2006	Branford	138-CSL	2/1/2007	IFO	\$7,442,287.00		\$7,442,287.00
1/31/2006	Bridgeport	559-C	6/30/2005	PLO	\$1,236,190.41	\$1,236,190.41	
1/31/2006	Bridgeport	572-C	1/31/2006	PLO	\$624,067.02	\$624,067.02	
2/1/2006	Meriden	382-D	10/1/2006	IFO	\$760,419.50		\$760,419.50
2/1/2006	South Windsor	135-CSL	7/1/2006	IFO	\$1,569,370.00		\$1,569,370.00
2/28/2006	Milford	111-CSL	1/31/2007	IFO	\$2,050,307.00		\$2,050,307.00
2/28/2006	Stamford	414-C	8/31/2005	PLO	\$73,561,480.55	\$73,561,480.55	
3/8/2006	Stratford	105-CSL	1/31/2007	IFO	\$1,964,400.00		\$1,964,400.00
3/30/2006	Milford	502-D	3/31/2006	IFO	\$2,561,525.00		\$2,561,525.00
3/31/2006	Jewett City	443-C	3/31/2006	PLO	\$8,172,006.41	\$8,172,006.41	
4/20/2006	North Haven	489-C	4/20/2006	PLO	\$889,771.54	\$889,771.54	
4/20/2006	Bristol	464-C	4/20/2006	PLO	\$470,225.00	\$470,225.00	
4/27/2006	Shelton	165-C	4/27/2006	IFO	\$16,907,635.65		\$16,907,635.65
4/28/2006	New Britain	583-C	4/28/2006	IFO	\$1,491,011.00		\$1,491,011.00
5/22/2006	Cheshire	112-CSL	5/22/2006	IFO	\$1,568,900.00		\$1,568,900.00
5/31/2006	Gr, New Hven WPCA	463-C1	5/31/2006	IFO	\$957,546.09		\$957,546.09
5/31/2006	Gr, New Hven WPCA	563-DC	5/31/2006	IFO	\$8,961,757.50		\$8,961,757.50
6/19/2006	Winchester	553-C	1/31/2007	IFO	\$714,801.60		\$714,801.60
6/29/2006	Stratford	366-D	3/30/2006	IFO	\$1,297,068.00		\$1,297,068.00
6/29/2006	MDC	578-C	6/30/2007	IFO	\$6,126,413.00		\$6,126,413.00
6/26/2006	MDC	142-CSL	2/29/2008	IFO	\$6,200,00.00		\$6,200,000.00
6/30/2006	Middletown	362-C	6/30/2005	PLO	\$1,574,008.06	\$1,574,008.06	
Totals					\$209,892,266.03	\$89,471,110.26	\$120,421,155.77
Total New IFO Loans							21
Total Dollar Value on New IFO Loans							\$120,421,155.77
Total Dollar Value on PLO Loans							\$89,471,110.26

Appendix V: Financial Assistance By Bond Rating

Borrower	Total Commitment	Aaa	A & AA	B to Baa	Below B	Not Rated
Ansonia	6,308,323		6,308,323			
Beacon Falls	343,556		343,556			
Bethel	3,504,073		3,504,073			
Bolton Lakes	100,000					100,000
Branford	26,945,345		26,945,345			
Bridgeport	40,488,835		40,488,835			
Bristol	4,589,286		4,589,286			
Brookfield	2,154,624		2,154,624			
Brooklyn	121,584		121,584			
Burlington	3,404,716		3,404,716			
Canaan F D	54,114					54,114
Canton	899,140		899,140			
Cheshire	11,785,668		11,785,668			
Colchester	1,052,188		1,052,188			
Coventry	6,263,436		6,263,436			
Danbury	18,607,078		18,607,078			
Darien	676,770	676,770				
Deep River	3,375,000			3,375,000		
Derby	2,005,817		2,005,817			
East Haddam	821,770		821,770			
East Hampton	721,057		721,057			
East Haven	131,900		131,900			
East Lyme	6,647,791		6,647,791			
East Windsor	5,755,990		5,755,990			
Fairfield	27,087,148	27,087,148				
Farmington	8,040,731		8,040,731			
Greater New Haven						
WPCA	34,157,490		34,157,490			
Greenwich	22,008,383	22,008,383				
Groton	8,393,100		8,393,100			
Hebron	3,715,677		3,715,677			
Jewett City	7,727,386					7,727,386
Ledyard	1,686,339		1,686,339			
Litchfield	4,880,434		4,880,434			
Marlborough	972,991		972,991			
MDC	59,214,628		59,214,628			
Meriden	6,590,376			6,590,376		
Middlebury	236,022		236,022			
Middlefield	2,462,600		2,462,600			
Middletown	9,811,123		9,811,123			
Milford	11,198,465		11,198,465			
Naugatuck	1,731,724		1,731,724			
New Britain	5,827,665		5,827,665			
New Canaan	8,510,632	8,510,632				
New London	6,041,866		6,041,866			
New Milford	2,490,998		2,490,998			
Newtown	12,430,060		12,430,060			
North Branford	2,615,277		2,615,277			
North Haven	6,356,372		6,356,372			
Norwalk	33,375,740	33,375,740				

Appendix V (continued): Financial Assistance By Bond Rating

Borrower	Total Commitment	Aaa	A & AA	B to Baa	Below B	Not Rated
Norwich	3,598,370		3,598,370			
Plainfield	1,398,131		1,398,131			
Plainville	1,233,677		1,233,677			
Plymouth	3,717,378		3,717,378			
Point O' Woods	500,000					500,000
Portland	3,514,813		3,514,813			
Redding	694,134		694,134			
Ridgefield	4,067,554	4,067,554				
Seymour	5,134,629		5,134,629			
Shelton	18,942,636		18,942,636			
Simsbury	20,051,511		20,051,511			
Southington	1,000,000		1,000,000			
South Windsor	2,576,603		2,576,603			
Sprague	98,730		98,730			
Stafford	344,126		344,126			
Stamford	77,791,129	77,791,129				
Stonington	2,242,431		2,242,431			
Stratford	20,053,451		20,053,451			
Suffield	942,372		942,372			
Thomaston	7,557,306		7,557,306			
Torrington	5,341,351		5,341,351			
Vernon	15,986,583		15,986,583			
Wallingford	1,996,812		1,996,812			
Waterbury	84,994,906			84,994,906		
Waterford	500,000					500,000
Watertown F.D.	321,797		321,797			
West Haven	17,475,811		17,475,811			
Winchester	714,801		714,801			
Westport	29,308,869		29,308,869			
Windham	789,646		789,646			
Windsor Locks	1,405,591		1,405,591			
Woodbridge	239,614		239,614			
Woodstock	798,603		798,603			
	769,644,654	17,517,356	492,285,515	94,960,282		8,881,500
Percentage		23%	64%	12%		1%

Appendix VI: Clean Water Fund Priority Ranking List as of 2006

Rank	Priority Points	Town Project Description	CWF No.	Eligible Cost (dollars in thousands)
1	47	New Haven WPCF Denitrification	333	NA
2	43	Hartford MDC WPCF Denitrification	520	NA
3	38	Hartford MDC CSO Upper Albany Ave Phase I	289	\$4,500
4	38	Hartford MDC CSO Later Phases	360	\$51,000
5	38	Hartford MDC CSO Upper Albany Ave Phase II	521	\$4,500
6	38	Hartford MDC CSO Gully Brook	536	\$7,225
7	38	New Haven CSO & Long Term Controls	186	\$8,000
8	38	New Haven CSO Later Phases	450	\$80,000
9	37	Danbury WPCF Denitrification	515	\$807
10	37	Meriden WPCF Denitrification	382	NA
11	36	Bridgeport CSO Later Phases	452	\$74,000
12	36	Norwich CSO Later Phases	448	\$48,000
13	35	Mattabassett WPCF Denitrification	528	NA
14	35	Middletown WPCF Abandonment	487	\$7,500
15	34	Milford WPCF Denitrification	532	NA
16	34	West Haven WPCF Denitrification	549	NA
17	32	Middletown CSO Later Phases	362	\$5,900
18	32	Middletown CSO Contract 19B	529	NA
19	32	Middletown CSO Brainard Ave	530	NA
20	32	Old Saybrook WPCF & Sewers **	116	\$24,460
21	32	Westbrook WPCF & Sewers **	128	\$46,700
22	31	Enfield WPCF Denitrification	483	NA
23	31	Norwalk CSO	540	NA
24	30	East Hartford MDC WPCF Denitrification	516	NA
25	30	Manchester WPCF Denitrification	525	NA
26	30	Vernon WPCF Denitrification	547	NA
27	29	Cheshire WPCF Denitrification	481	\$7,000
28	29	Clinton WPCF and Sewers **	127	\$25,979
29	29	Glastonbury WPCF Denitrification	454	\$28,000
30	29	Plainfield WPCF Denitrification / Upgrade	417	\$11,125
31	28	Norfolk WPCF Improvements **	427	\$880
32	28	Rocky Hill MDC WPCF Denitrification / Modifications	192	NA
33	27	Ansonia WPCF Denitrification	554	NA
34	27	Farmington WPCF Denitrification	517	NA
35	27	Goshen WPCF Woodridge Lake & I/I	519	\$1,000
36	27	North Haven WPCF Denitrification	489	\$900
37	27	Plainville WPCF Denitrification	542	NA
38	27	Westport WPCF Denitrification	550	\$32,800
39	26	New Milford WPCF Denitrification / Expansion	292	\$21,000
40	26	Suffield WPCF Denitrification	478	\$3,000
41	26	Winsted WPCF Denitrification	533	NA
42	24	Killingly WPCF Denitrification / Modifications	524	NA
43	24	Putnam WPCF Denitrification	449	NA
44	24	South Windsor WPCF Denitrification / Upgrade	459	NA
45	24	Windham WPCF Denitrification	551	NA
46	21	Plymouth WPCF Denitrification	458	\$749
47	20	Canton WPCF Denitrification / Mods	514	NA

Rank	Priority Points	Town Project Description	CWF No.	Eligible Cost (dollars in thousands)
48	20	Hartford MDC WPCF Automation Improvements	447	\$5,000
49	20	Stonington WPCF Denitrification / Modifications (Borough)	456	\$1,860
50	20	Stonington WPCF Denitrification / Modifications (Mystic)	456	\$7,400
51	20	Stonington WPCF Denitrification / Modifications (Pawcatuck)	456	\$8,400
52	18	Meriden WPCF Improvements	329	\$730
53	18	Norwalk I/I Rehab	397	\$1,165
54	18	Sharon WPCF Upgrade	543	\$250
55	17	Hamden Pump Station: Welton St	467	\$2,800
56	17	Stamford I/I Rehab	125	\$4,540
57	16	Brookfield Community System **	130	\$3,000
58	16	Hamden I/I Rehab	486	\$3,200
59	16	New Haven I/I Rehab	334	NA
60	16	Plainfield Sewers: Phase III I/I	472	\$866
61	16	Shelton I/I Rehab	411	\$3,075
62	16	Torrington FOG facility	546	\$150
63	15	Bristol I/I Rehab Later Phases	415	\$5,000
64	15	Bristol FOG facilities	511	\$1,300
65	15	Hartford MDC Effluent Pump Station Improvements	522	\$3,000
66	15	Manchester WPCF Enhancements	288	\$150
67	15	Naugatuck I/I Rehab	357	\$1,800
68	15	New Britain I/I rehab	400	\$5,500
69	15	Rocky Hill I/I Rehab	422	\$6,200
70	14	Bolton Sewers: Bolton Lakes Int **	132	\$13,400
71	14	Bristol Sewers: Cedar Lake	171	\$1,000
72	14	Hartford MDC SSO Abatement	523	\$2,000
73	14	Old Lyme Point O'Woods sewers **	541	\$10,000
74	14	Wolcott Sewers: Cedar Lake	398	\$1,000
75	13	New London I/I Rehab	507	\$2,460
76	13	Newington I/I Rehab	491	\$8,800
77	13	Thompson Sewers: Thompson Hill **	389	\$3,000
78	13	Tolland Community System: Anthony Rd **	136	\$8,500
79	13	Windham FOG facility	552	\$250
80	13	Windsor I/I Rehab	319	\$1,600
81	12	New Milford I/I Rehab Pickett District Rd	538	\$2,000
82	12	New Milford I/I Rehab Housatonic Ave	539	\$2,000
83	12	Torrington I/I Rehab	198	\$2,000
84	11	Bethel Sewers: Stony Hill	510	NA
85	11	Bristol Sewers: Route 69	320	\$3,250
86	11	Cheshire Sewers: South End	465	\$4,600
87	11	Glastonbury Sewers: Overlook Road	365	\$1,000
88	11	Glastonbury Sewers: Meadow Rd Relief	444	\$150
89	11	Hamden Pump S Reconditioning	468	\$1,270
90	11	Middletown Sewers: South End	368	\$900
91	11	Middletown Saybrook & Main Sewer Rehab	531	NA
92	11	New Haven Pump Station Replacement	335	NA
93	11	New Milford Sewers: Rte. 7 South Extension	470	\$1,500
94	11	New Milford Pump Station: Hat Shop Pond	471	\$300
95	11	Suffield Sewers: Extension	300	\$420
96	11	Waterford Sewers: Graniteville Int	287	\$822

Rank	Priority Points	Town Project Description	CWF No.	Eligible Cost (dollars in thousands)
97	11	Waterford Sewers: Sandy Point	475	\$2,400
98	11	Waterford Sewers: Extensions	476	\$3,125
99	11	Watertown Sewers: Interceptors	152	\$7,140
100	10	Manchester UV Disinfection	526	\$1,217
101	10	Sharon I/I Rehab	544	\$750
102	9	Vernon Mtn St Sewer Reconstruction	548	\$500
103	9	West Haven Pump Stations (Phase II)	442	\$1,900
104	8	Burlington Sewers: Whigville **	512	\$1,250
105	8	Burlington Lake Garda Sewers	513	\$2,000
106	8	Coventry Sewers Phase III**	535	\$3,900
107	8	Darien Sewers: Extensions	421	\$3,500
108	8	Deep River Sewers **	500	\$3,000
109	8	East Lyme Sewers: Pine Grove	482	\$2,800
110	8	East Windsor Sewers: Prospect Hill Rd	323	\$1,200
111	8	East Windsor Sewers: North Road	325	\$2,239
112	8	Essex Community System **	135	\$2,625
113	8	Farmington Sewers: Extension	353	\$770
114	8	Greenwich Sewers: North Mianus	485	\$25,000
115	8	Ledyard Community Systems**	150	\$3,100
116	8	Marlborough Sewers to East Hampton **	527	\$6,000
117	8	Middlebury Sewers: Dorothy / Carriage Dr	406	\$1,100
118	8	Montville Sewers: Phase III Extension	212	\$2,000
119	8	Naugatuck Sewers	332	\$1,500
120	8	Naugatuck Pump Station: Horton Hill	534	\$355
121	8	New Britain Sewers: White Oaks/St Clair	469	\$1,750
122	8	North Haven Sewers: Section IV & VII	338	\$11,500
123	8	Norwich Sewers: Interceptor	263	\$4,030
124	8	Plymouth Sewers	339	\$3,500
125	8	Prospect Sewers: Interceptor to Naugatuck	153	\$756
126	8	Stonington Sewer Expansion program	545	\$32,500
127	8	Tolland Sewers: Interceptor to Vernon	137	\$1,200
128	7	Cheshire Pump Station Upgrades	322	\$1,065
129	7	Enfield Pump Station Rehab	289	\$575
130	7	Farmington WPCF Odor Control Improvements	440	\$250
131	7	Groton (Town) Pump Station Improvements	419	\$3,920
132	7	Meriden Sewers: Sodom Brook	330	\$285
133	7	Norfolk I/I Rehab	426	\$2,200
134	7	Norwich Digester Rehab	495	\$2,661
135	7	Norwich Odor Control Improvements	496	\$639
136	7	Orange Pump Station Mods	437	\$125
137	7	Salisbury I/I Rehab	428	\$1,800
138	7	Shelton Pump Station Mods	473	\$1,400
139	6	Farmington WPCF Mods (trickling filter)	466	\$250
140	5	Glastonbury Pump S Replacement: Hubbard	445	\$350
141	4	East Hampton Outfall Relocation	293	\$250
142	4	Farmington Sewer system upgrade	354	\$510
143	2	East Windsor Pump Station Replacement	324	\$150
144	2	Farmington Pump Station Replacement	518	\$250
145	2	New Britain Sewer Replacement	488	\$1,750
146	2	Plymouth Pump Station Upgrade	493	\$1,250
		Total Future Projects		\$786,920

Appendix VII: Application Process

Financing Application and Approval

To qualify for funding from the CWF, a project must be listed on the DEP's Priority List of eligible water quality projects, which sets forth the projects expected or proposed to receive financial assistance under the program. The potential loan recipient applies for financial assistance for the specific project. As a condition to being placed on the Priority List for a wastewater treatment project, a borrower must have previously received an administrative abatement order from the DEP directing the borrower to alleviate existing or potential wastewater disposal problems. Once a project is placed on the Priority List, the potential loan recipient must file an application for financial assistance for the project. The application must pass four levels of approval: (1) evaluation and enforcement, which determines if the proposed project addresses the needs cited by DEP and complies with regulatory and statutory requirements; (2) project administration, which determines if the project is eligible for funding in accordance with state and federal regulations; (3) environmental review, which involves the preparation of an environmental assessment of the project; and (4) credit review, which analyzes an applicant's ability to repay the loan. The Office of the Treasurer reviews the financial information submitted with each application. In all cases, funding is subject to project priority listing and State Bond Commission approval.

To comply with SEC rules, all borrowers are required to sign a Continuing Disclosure Agreement (CDA) to assist the State in complying with the requirements of the Securities and Exchange Commissions Rule 15c2-12. The CDA agreement requires a borrower to provide certain information and notification of material events in support of the State revenue bond issues.

At each level of approval, modifications can be made to address any concerns. The DEP and the Treasurer's Office determine whether, and on what terms and conditions, financial assistance will be provided, including whether or not the State will issue revenue bonds for the benefit of the project. Upon receipt of the signed commitment letter from the borrower, the State Bond Commission approves the project funding. Once all approvals are in place and after completion of an overall review of the project loan agreement and the other loan documents, a closing is scheduled with the Treasurer's Office. The project loan agreement is then executed and signed first by the borrower, then by the DEP Commissioner. The State Attorney General also reviews and approves the document forms. Funds are disbursed on a first-come, first-served basis as project costs are incurred. Under the terms of the loan, the specific amounts disbursed to any borrower will depend upon the actual progress of construction.

If the DEP and the Treasurer's Office determine that the State will not finance all or a portion of the cost of project from the proceeds of revenue bonds, the State may provide a direct loan to assist an eligible project from available moneys in any of the other accounts in the SRF Program. Grants to municipalities for qualified wastewater projects are funded solely from State general obligation bonds.

Upon project completion, the loan is converted to a long term obligation, called a Project Loan Obligation. The borrower is billed according to the terms of the Permanent Loan Obligation (PLO). Generally, all borrowers make monthly repayments. Project audit requirements are subject to the provisions of the State Single Audit Act (Chapter 55b of the Connecticut General Statutes).

The DEP and its staff of engineers assist each borrower through the process as each department completes its work.

Loan Agreements

Prior to the making of a loan to a borrower for an eligible project, the borrower and the State must enter into a loan agreement and the borrower must deliver to the State a borrower obligation evidencing the loan. In each case, the State agrees to make a loan in an amount up to the maximum amount provided in the loan agreement. Funds are disbursed to a borrower only to pay eligible project costs which actually have been incurred by the borrower, and the amount of a loan is equal to the aggregate of disbursed amounts. The provisions of the agreements are further summarized on page 85 of this report.

In accordance with Connecticut General Statutes, the mechanism by which financial assistance is provided to the municipality is the Project Loan Agreement between the municipality and the State. Under each loan agreement, the State agrees to make loans for eligible project costs incurred by the Municipality, upon the terms and in the maximum amount specified. Funds are disbursed to a municipality to pay eligible Project costs which have been incurred by the municipality, and the amount of a Municipality loan is equal only to the aggregate of such disbursed amounts. Thus the municipality is obligated to repay only that amount which it actually draws down for the payment of project costs.

Additionally, each loan agreement specifies a scheduled completion date. Amortization of each loan is required to begin one year from the project's scheduled completion date and the final maturity of each Loan is twenty years from the scheduled completion date.

Each loan is secured by a municipal obligation for which each municipality pledges its full faith and credit and/or a dedicated source of revenue. In 1996, the first loan agreement secured only with a dedicated source of revenue was closed.

Each Loan Agreement specifies a date as of which the project is required to be completed (the "Scheduled Completion Date"). Amortization of each Loan is required to begin no later than one year from the earlier of the Scheduled Completion Date specified in the Loan Agreement or the actual project completion date. Principal and interest payments on loans are payable (1) in equal monthly installments commencing one month after the scheduled completion date, or (ii) in a single annual installment representing the first year's principal and interest not later than one year after the scheduled completion date and thereafter in monthly installments. The final maturity of each Loan is no later than twenty years from the Scheduled Completion Date. Pursuant to the State Act, each Loan bears an interest rate of 2% per annum for Wastewater Program Loans or 50% of Market Rate for Drinking Water Program Loans.

Borrowers may elect to make level debt service payments or level principal payments. Municipalities may prepay their loans at any time prior to maturity and there is no penalty for prepayment of loans. A small number of loans including those made under loan agreements dated prior to July 1, 1989 are being repaid in annual installments upon consent of the Treasurer.

SECTION I	DEFINITIONS
SECTION II	THE PROJECT Project Description including Eligible Project Costs
SECTION III	THE GRANT The Project Grant, Increase in Project Grant , Required Repayment of the Grant Disbursement of Project Grant
SECTION IV	THE LOAN The Loan Commitment Increase in Loan Commitment, The Interim Funding Obligations and Project Loan, Disbursement of Project Loan and Project Grant Proceeds, Required Repayment of Obligations, Optional Prepayment of Principal, Method of Payments, New Municipality, Schedule of payments into Debt Service Reserve Fund
SECTION V	REPRESENTATIONS AND WARRANTIES Existence and Power, Authority, No Litigation Pending, Expenditure of Project Grant and Project Loan by Municipality, Validity, Events of Default.
SECTION VI	CONDITIONS PRECEDENT Written Documentation, Evidence of Municipal Action, Opinion of Bond Counsel, Signature and No Litigation Certificate, No Event of Default, Representations and Warranties, Compliance with Federal and State Requirements.
SECTION VII	AGREEMENTS OF THE MUNICIPALITY Construction, Municipality to Pay Excess Cost of Project, Inspection of Project By State, Maintenance of Project Records, Maintenance of Existence, Use of Proceeds, Tax Compliance, Nondiscrimination, Executive Orders of the Governor, Insurance Indemnification, Audits, Litigation, Waiver of Governmental Immunity Expenses, Completion of Project; Audit, Maintenance of Project, Continuing Disclosure; Official Statement.
SECTION VIII	AGREEMENTS OF THE STATE Loan and Grant Termination, Notification of Approval, Audit and Project Grant, Audit and Project Loan
SECTION IX	DEFAULTS Events of Default and Remedies
SECTION X	MISCELLANEOUS Waivers, Notices, Connecticut Law, Interpretation, Severability, Survival of Representations, Warranties and Covenants, Successors and Assigns, Incorporation of Other Documents, Amendments, Cancellation, Effective Date, Other Provisions of State Contracts EXHIBIT I FORM OF INTERIM FUNDING OBLIGATION EXHIBIT II FORM OF PROJECT LOAN OBLIGATION EXHIBIT III FORM OF OPINION OF BOND COUNSEL EXHIBIT IV FORM OF SIGNATURE NO LITIGATION CERTIFICATE EXHIBIT V MUNICIPAL CONTINUING DISCLOSURE AGREEMENT EXHIBIT VI BUDGET EXHIBIT VII CERTIFICATION OF SYSTEM OF CHARGES, ASSESSMENTS AND OTHER REVENUES EXHIBIT VIII FORM OF REQUEST FOR ADVANCE EXHIBIT IX CLOSING STATEMENT ATTACHMENT I INSURANCE REQUIREMENTS

Appendix VIII: Program Bond Resolutions

There are three resolutions under which bonds are outstanding. The flow of funds, security provisions and the accounts held by trustee under each resolution is discussed in this appendix.

Summary of Bond			Restricted/ Unrestricted
<u>Resolutions</u>	<u>Security</u>	<u>Accounts</u>	<u>Unrestricted</u>
General Revenue	Available Money	Loan Fund	R
Resolution adopted Dec. 17, 2002	Assets of the Fund	Debt Service Fund	R
		Support Fund	R
		Revolving Fund	U
Bond Resolution adopted Dec. 7, 1990	Revenue, Loans DSF and DSRF	Loan Fund	R
		Debt Service Fund	R
		Debt Service Reserve Fund	R
		Sr. Sinking Fund	R
Subordinate Bond Resolution adopted Feb 7, 1996	Second Lien on Revenue, Loans	Debt Service Fund	R

Flow of Funds

The following is the flow of funds created under the bond resolution adopted in 1990 ("1990 Bond Resolution"):

- The Trustee deposits all pledged loan repayments into the Pledged Receipts Account which is in the Revenue Fund.
- The Trustee deposits all earnings on funds and investments (except for earnings on amounts held within the Debt Service Reserve Fund) into the Earnings Account.
- Upon deposit, amounts in the Pledged Receipts Account and the Earnings Account are immediately transferred to the Debt Service Fund for the payment of principal of and interest on the Bonds to the extent required to meet the Debt Service payments due from January 2 through the next

succeeding January 1. The order of priority is as follows:

- 1) First to the Interest Account for the payment of interest,
- 2) Then to the Principal Account for the payment of principal and Sinking Fund Installments, if any,
- 3) Then to the extent funds in the Pledged Receipts Account are available therefor they will be transferred to the Debt Service Reserve Fund in the amount necessary to restore the Debt Service Reserve Fund to the Debt Service Reserve Fund Requirement.

The payment of debt service on the Bonds when due is made from the Debt Service Fund. Earnings on amounts in the Federal Letter of Credit and Undesignated Accounts are deposited into the Debt Service Fund Earnings Account and applied to pay Debt Service on the Bonds prior to the application of other Pledged Receipts and revenues for such purpose. Whenever the funds in the Debt Service Fund are insufficient to pay the interest, principal on outstanding bonds, the Trustee will apply amounts from the following Funds to the extent necessary to make good the deficiency in the following order of priority:

- (a) In the event of deficiencies in the Interest Account, after all transfers from the Revenue Fund have been made pursuant to the General Bond Resolution, funds will be transferred: first, from the Debt Service Reserve Fund; second, from the Interest Subsidy Fund; and third, from the Principal Account of the Debt Service Fund.
- (b) In the event of deficiencies in the Principal Account, after all transfers from the Revenue Fund have been made pursuant to the General Bond Resolution, and there are on deposit in the Interest Account of the Debt Service Fund amounts sufficient to pay the next interest payment coming due, funds will be transferred: first, from the Debt Service Reserve Fund; and second, from the Interest Subsidy Fund

- Revenues generated under the resolution include repayments of pledged Loans, earnings on the debt service reserve fund and principal and interest on assets in the interest subsidy fund.
- The interest subsidy fund was sized in an amount that when added to loan repayments and expected earnings on invested funds would produce pledged revenues at least equal to debt service on the Prior Bonds.
- The debt service reserve fund was originally funded with a combination of federal capitalization grants invested in guaranteed investment contracts, and State Contributions in the form of State General Obligation Bonds. As principal of bonds issued before 2003 is repaid, a pro rata portion of the debt service reserve fund is released and deposited to the General Revenue Revolving Fund.
- Subordinate Bonds are secured by surplus revenues in excess of the amount required to pay the bonds issued under the 1990 Resolution and by the maturing principal of State General Obligation Bonds deposited in the debt service reserve fund. Surplus revenues in excess of the amount required to pay the bonds issued under the 1990 Resolution and the

Subordinate Bonds are available for SRF program purposes at the discretion of the State, upon the delivery of a cash flow sufficiency certificate from the Fund Administrator.

- All proceeds of the Bonds are deposited into the Loan Fund and expended only for the purposes of the SRF program, including the financing of loans to municipalities.
- The Debt Service Reserve Fund is required to be funded in an amount equal to 50% of all Outstanding Bonds. The State chose to fund the DSRF with 1) federal capitalization grant payments made pursuant to federal capitalization grant agreements, 2) State general obligation bonds and, 3) other amounts provided by the State and received by the Trustee for deposit therein.
- The Interest Subsidy Fund has been established outside of the SRF, and will be funded in an amount equal to the aggregate debt service payable on Outstanding Bonds minus (a) earnings on investments held in the Debt Service Reserve Fund, (b) repayments of Municipal Obligations, (c) amounts on deposit in the Revenue Fund at the beginning of the applicable period and (d) earnings on certain funds or on such amounts expected to be transferred or received during the applicable period. Funds in the Interest Subsidy Fund will be used to pay the interest, principal, and Sinking Fund Installments due on Bonds, as provided in the General Bond Resolution. The Interest Subsidy Fund will be funded from maturing principal and interest on state general obligation bonds held in such fund.

This is accomplished with the funds created under the Resolution listed on the following page:

General Bond Resolution			
Fund Type	Description & Use	Held By	Invested
Revenue Fund			
a. Pledged Receipts Account	Receives all pledged receipts including loan repayments from the municipalities. Out flows include amounts transferred to the interest and principal accounts of the debt service fund for payment of current debt service.	Trustee	Yes - AIG
b. Earnings Account	Receives all earnings on funds and investments in all funds and accounts. Out flows include amounts transferred to the interest and principal accounts of the debt service fund for payment of current debt service.	Trustee	Yes - AIG
Loan Fund	Received proceeds from the sale of revenue bonds as specified and determined by the Resolution. Funds expended for purposes of the State Revolving Fund program, including the financing of loans to municipalities.	State	Yes
Debt Service Reserve Fund	Required to be funded in an amount equal to 50% of all outstanding bonds. The reserve is funded by federal capitalization grant payments drawn under the federal letter of credit and state general obligation bonds. Investment income is transferred to the revenue fund for debt service payments. Used for payment of principal and interest in the event of deficiencies in the revenue accounts.	Trustee	Yes - AIG
Debt Service Fund			
a. Interest Account	Receives amounts from the revenue fund accounts sufficient to pay the interest portion due on each interest payment date. Pays interest on outstanding bonds.	Trustee	Yes - AIG
b. Principal Account	Receives amounts from the revenue fund accounts sufficient to pay the principal or current sinking fund installments. Pays of principal on outstanding bonds.	Trustee	Yes - AIG
c. Redemption Account	Receives amounts from the interest and principal accounts for the redemption of bonds. Used for redemption of bonds.	Trustee	Yes - AIG
d. Capitalized Interest Account	Receives any capitalized interest received by the trustee. Amounts in the account are transferred for payment of capitalized interest on outstanding bonds.	Trustee	Yes - SSB
Interest Subsidy Fund	Established outside of the state revolving fund, principal and investment income is transferred to the revenue fund, then to the debt service fund for payment of debt service. Provides payment of principal and interest in the event of a deficiency in the debt service reserve fund.	Trustee	Yes - SSB
Administrative Fund: Cost of Issuance Account	Established outside the SRF, receives a portion of the revenue bond proceeds. Investment income is transferred to the revenue fund for debt service payments. Used to pay issuance cost on revenue bonds.	Trustee	Yes - SSB
Rebate Fund	Receives any earnings required to be rebated to the United States pursuant to the Tax Regulatory Agreement. Used for IRS obligations as required.	Trustee	Yes - SSB

General Revenue Revolving Fund

The General Revenue Bond Resolution was approved by the State Bond Commission December 17, 2002. The 2003 Series A, B & C are the first bonds issued under this Resolution. Under the Resolution, the Revolving Fund is the repository for all Available Moneys that have not been transferred to another fund.

Not later than one business day before any Payment Date, the State is required to transfer amounts (that is, the Debt Service Portion) to the Debt Service Fund in an amount sufficient to pay the debt service due on that Payment Date.

The Revolving Fund is operated in a manner similar to a general fund for the Clean Water and Drinking Water programs and although the other amounts in the Revolving Fund are available to pay debt service on the Bonds, these amounts are: 1) not pledged to the Bonds, 2) are not necessary or expected to be used for the payment of debt service on the Bonds, and 3) are available for any purposes allowed under the Act, including to make loans to Borrowers and to subsidize loans made to Borrowers.

This is accomplished with the following funds created under the Resolution:

General Revenue Bond Resolution			
Fund Type	Description & Use	Held By	Invested
Revolving Fund	The Revolving Fund consists of amounts in the water pollution control federal revolving loan account and drinking water federal revolving loan account. The State maintains the Revolving Fund in accordance with the Federal Act. Not later than one Business Day prior to any Payment Date, the State shall transfer to the Debt Service Fund any amounts necessary, together with any amounts on deposit therein, sufficient to pay principal of, redemption premium, if any, and interest on Bonds coming due on such Payment Date and any amounts payable from the Debt Service Fund related to Other Financial Assistance	Trustee	Yes - AIG
Bond Proceeds Fund	The proceeds of the 2003A Bonds were deposited into the Bond Proceeds Fund as specified and determined by the Supplemental Resolution. Moneys in the Bond Proceeds Fund are expended only for the purposes of the Wastewater Program or the Drinking Water Program, including the financing of Loans to Borrowers, and to the extent that other moneys are not available, for payments of principal of and interest on the Bonds when due and to redeem Bonds	Trustee	Yes - AIG
Debt Service Fund	Amounts deposited in the Debt Service Fund may include accrued interest and capitalized interest, if any, and amounts transferred from the Revolving Fund, the Support Fund and the Bond Proceeds Fund. Amounts on deposit in the Debt Service Fund will be used for the payment of debt service on the Bonds when due and amounts due on Other Financial Assistance and Related Program Obligations.	State	Yes
Support Fund	The Support Fund, and accounts therein, shall be funded in the amounts and in the manner set forth in a Supplemental Resolution. Moneys in the Support Fund shall be transferred to the Debt Service Fund to pay the interest, principal and Sinking Fund Installments and Redemption Price due on Bonds, in accordance with the schedule set forth in the applicable Supplemental Resolution.	Trustee	Yes - AIG
Administrative Fund: Cost of Issuance Account	Established outside the SRF, receives a portion of the revenue bond proceeds. Investment income is transferred to the revenue fund for debt service payments. Used to pay issuance cost on revenue bonds..	Trustee	Yes - SSB
Rebate Fund	Receives any earnings required to be rebated to the United States pursuant to the Tax Regulatory Agreement. Used for IRS obligations as required.	Trustee	Yes - SSB

Subordinate Refunding Bond Resolution

Under the Resolution, the refunding bonds are subordinate to the Senior Bonds and principal and interest are paid from a dedicated account which is filled before December 1st of each year.

The subordinate bond debt service is funded in advance. Each July 16th the next 12 month's debt service on the 1999 Subordinate Bonds is moved into the 1999 Sub Bond DSF for the following January 15 and July 15 debt service. For the 1996 Subordinate Bonds a deposit to the DSF is made each July 2nd for the following January 1 and July 1 payments.

This is accomplished with the following funds created under the Resolution:

Subordinate Refunding Bond Resolution	Description & Use	Held By	Invested
Fund Type			
Debt Service Fund.	Amounts deposited in the Debt Service Fund may include accrued interest and capitalized interest, if any, and amounts transferred from the Revolving Fund, the Support Fund and the Bond Proceeds Fund. Amounts on deposit in the Debt Service Fund will be used for the payment of debt service on the Bonds when due and amounts due on Other Financial Assistance and Related Program Obligations.	State	Yes
Administrative Fund: Cost of Issuance Account	Established outside the SRF, receives a portion of the revenue bond proceeds. Investment income is transferred to the revenue fund for debt service payments. Used to pay issuance cost on revenue bonds.	Trustee	Yes - SSB
Rebate Fund	Receives any earnings required to be rebated to the United States pursuant to the Tax Regulatory Agreement. Used for IRS obligations as required.	Trustee	Yes - SSB

Appendix IX: Revenue Bond Swap Information

There are two interest rate swap agreements with Goldman Sachs Mitsui Marine Derivative Products ("GSMMDP"). The swaps were initiated to lock-in a fixed rate for the \$121,375,000 State Revolving Fund General Revenue Bonds, 2003 Series C issue, which was issued as auction rate securities.

The State secured a fixed payment rate of 3.0299% with Swap A in return for receiving a floating payment rate of (1-month LIBOR x 67%). Swap A includes an option for the State to terminate the agreement effective October 1, 2013 and semiannually thereafter. The notional amount of the swap mirrors the amortization schedule of the 2003 Series C bonds.

The floating rates on the 2003 Series C bonds are expected to pay interest rates substantially similar to the tax-exempt BMA index, which has historically averaged around 67% of LIBOR. However, there is a risk that the BMA index could equal more than 67% of LIBOR creating a mismatch between floating receipts from the swap agreement and floating interest payments under the 2003 Series C bonds or basis risk. This situation generally happens when interest rates are low. To hedge this risk, the State entered into Swap B with GSMMDP.

Swap B pays the State a floating rate equaling the lesser of 33% of LIBOR or 58% of LIBOR plus 0.39%, minus 67% of LIBOR, subject to a 0% minimum. The State makes fixed payments to GSMMDP with an interest rate of 0.149%. Swap B matures on October 1, 2013 and contains no termination option. The combined effect of the swaps is that the State receives a higher percentage of LIBOR when LIBOR rates are below 4.33% (to a maximum of 100% of LIBOR) and a lower percentage of LIBOR when rates are higher (to a minimum of 67% of LIBOR). The creation of this structure ("Collar") approximates the relationship between the BMA and the taxable LIBOR index, thereby reducing basis risk.

Appendix X: Investment of Funds

Investment of Funds

The State may invest funds under the resolutions in investment obligations.

The State currently invests a significant portion of the funds and accounts in investment agreements with financial institutions. The resolutions require that such investment agreements be with, or be guaranteed by, institutions with ratings at least equal to the rating on the Bonds given by Standard & Poor's and Moody's Investor Service or any rating service recognized by the State banking commissioner, provided that such institutions will have a rating from Standard & Poor's and Moody's Investors Service at least equal to the rating on the bonds. Certain funds are invested pursuant to investment agreements, collateralized with securities issued or guaranteed by the U.S. Government or agencies or instrumentalities thereof whose market value is at least 100% of the funds invested.

RESTRICTED ACCOUNTS**							
BOND SERIES	REVENUE AMOUNT*	FEDERAL	GENERAL OBLIGATION BONDS	DIRECT LOAN REPAYMENTS	DSR "FREE UP"	INTEREST SUBSIDY GO	SUPPORT FUND ASSETS
CWSRF	CWSRF	CWSRF	CWSRF	CWSRF	CWSRF	CWSRF	CWSRF
1991	100,000,000	37,126,619	12,873,381	0	0	19,690,000	
1992	105,000,000	25,155,089	26,144,911	1,200,000	0	6,715,000	
1993	50,000,000	23,600,217	0	1,399,783	0	7,200,000	
1994	75,000,000	32,222,500	0	2,900,000	2,377,500	5,100,000	
1996	80,000,000	18,064,373	5,000,000	7,183,127	9,752,500	3,290,000	
1997	110,000,000	20,415,930	19,000,000	4,016,570	11,567,500	5,200,000	
1999	125,000,000	25,088,408	18,000,000	5,389,093	14,022,500	4,875,000	
2001	70,385,254	3,124,857	0	5,000,000	23,270,000	3,605,000	
2003	85,021,200	0	0	0	0	0	\$17,378,036
2004	0	0	0	0	0	0	
2005	0	0	0	0	0	0	
2006	145,000,000						24,078,454
SUBTOTAL	800,406,454	184,797,993	81,018,292	27,088,573	60,990,000	55,675,000	\$41,456,490
DWSRF	DWSRF	DWSRF	DWSRF	DWSRF	DWSRF	DWSRF	DWSRF
2001	\$29,614,746	\$13,206,447	\$10,398,696	0	0	0	
2002	0	0	0	0	0	0	
2003	\$33,063,800	0	0	0	0	0	6,043,487
2004	0	0	0	0	0	0	
2005	0	0	0	0	0	0	
2006	5,000,000						822,595
SUBTOTAL	\$62,678,546	\$13,206,447	\$10,398,696	0	0	0	\$6,866,082
TOTAL	\$863,085,000	\$198,004,441	\$91,416,988	\$27,088,573	\$60,990,000	\$55,675,000	\$48,322,572

*may include premium and excludes refunding bonds

** includes DSRF in 1991—2001; Revolving Funds in 2003 and 2006 restricted accounts except Loan Fund and Debt Service Fund

**Issued July 27, 2006 after the end of Fiscal year 2006.

Appendix XI: Cumulative Clean Water Fund Projects 1987-2006

STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION PROJECTS FUNDED BY THE CLEAN WATER FUND

for June 30, 2006 as of 8/11/06

FY 87-90													
MUNICIPALITY	RIVER BASIN NO.	CWF PROJECT NO.	TOWN ID	Date of AGREEMENT	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT	STATE LIS GRANT AMOUNT	FEDERAL GRANT AMOUNT	NON-SRF CWF STATE LOAN NO AMOUNT 6864-999	STATE MATCH TITLE VI AMOUNT 6865-999	TITLE VI SRF REV LOAN AMOUNT 6865-888	FY2003 to FY2006) L.I.S.R.A. TITLE VI FED GRANT	TOTAL SRF PROJECT FUNDING
1	MANCHESTER	4500	100C	77	14-Oct-87	31-Aug-90	\$3,238,332.01	\$0.00	\$10,203,995.00	\$14,300,000.00	\$0.00	\$0.00	\$27,742,327.01
2	SUFFIELD	4000	101C	139	18-Mar-88	01-Dec-89	\$1,511,595.30	\$0.00	\$5,572,660.87	\$10,837,894.74	\$0.00	\$0.00	\$17,922,150.91
3	BRIDGEPORT	7000	109C	15	26-Apr-91	01-Nov-91	\$469,204.60	\$819,428.00	\$3,175,300.00	\$1,549,385.00	\$0.00	\$0.00	\$6,013,317.60
4	BRIDGEPORT	7000	109CD1	15	26-Apr-91	30-Sep-93	\$214,750.46	\$0.00	\$319,228.92	\$492,141.39	\$0.00	\$0.00	\$1,026,120.77
5	BRIDGEPORT	7000	109CD2	15	26-Apr-91	30-Apr-95	\$999,091.40	\$0.00	\$638,050.00	\$999,192.18	\$0.00	\$0.00	\$2,636,333.58
						SUBTOTALS THESE 5 PROJECTS	\$6,432,973.77	\$819,428.00	\$19,909,234.79	\$28,178,613.31	\$0.00	\$0.00	\$55,340,249.87

FY 87-90														
MUNICIPALITY	RIVER BASIN NO.	CWF PROJECT NO.	TOWN ID	Date of AGREEMENT	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT	STATE LIS GRANT AMOUNT	FEDERAL DIRECT LOAN AMOUNT 6865-999	NON-SRF CWF STATE LOAN NO AMOUNT 6864-999	STATE MATCH TITLE VI AMOUNT 6865-999	TITLE VI SRF REV LOAN AMOUNT 6865-888	FY2003 to FY2006) L.I.S.R.A. TITLE VI FED GRANT	TOTAL SRF PROJECT FUNDING	
6	EAST LYME	2000	112C	45	10-Dec-87	01-Mar-90	\$1,770,446.29	\$0.00	\$0.00	\$8,860,815.69	\$0.00	\$0.00	\$10,631,261.98	
7	NORTH HAVEN	5200	104C	101	11-Oct-88	31-Oct-91	\$4,414,815.68	\$0.00	\$12,481,498.55	\$0.00	\$6,136,140.63	\$0.00	\$23,032,454.86	
8	NEW HAVEN	5000	107C	93	22-Nov-88	31-Dec-89	\$1,263,157.51	\$0.00	\$1,200,142.14	\$0.00	\$93,028.91	\$0.00	\$2,556,328.56	
9	DANBURY	6600	103D	34	22-Nov-88	15-May-89	\$473,184.00	\$0.00	\$2,725,594.72	\$0.00	\$0.00	\$0.00	\$3,198,778.72	
10	EAST LYME	2206	175C	45	03-Feb-89	31-May-91	\$561,745.38	\$0.00	\$0.00	\$1,092,205.71	\$714,897.08	\$0.00	\$2,468,848.17	
11	PLYMOUTH	6900	102C	111	03-Apr-89	30-Jun-91	\$2,288,885.55	\$0.00	\$7,547,567.86	\$0.00	\$3,303,961.40	\$0.00	\$13,140,414.81	
12	MIDDLETOWN	4000	114C	83	18-Apr-89	30-Jun-93	\$2,109,631.22	\$0.00	\$792,641.65	\$0.00	\$179,794.65	\$0.00	\$3,082,067.52	
13	STONINGTON	2000	141C	137	15-Jun-89	31-May-90	\$577,741.48	\$0.00	\$0.00	\$1,600,000.00	\$922,258.52	\$0.00	\$3,100,000.00	
14	BRIDGEPORT	7000	164D	15	28-Aug-89	31-May-91	\$215,427.40	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$2,958,382.23	
15	MIDDLETOWN	4000	209D	83	01-Sep-89	31-Oct-91	\$312,027.84	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,069,560.00	
16	NEW HAVEN	5000	108D	93	28-Sep-89	01-Dec-90	\$0.00	\$332,635.32	\$0.00	\$0.00	\$0.00	\$0.00	\$1,252,632.37	
17	RIDGEFIELD	8104	110.1C	118	21-Dec-89	30-Sep-92	\$172,582.35	\$0.00	\$0.00	\$0.00	\$733,912.51	\$0.00	\$906,494.86	
18	RIDGEFIELD	8104	110.2C	118	31-Mar-90	30-Sep-92	\$1,845,732.66	\$0.00	\$1,670,825.49	\$0.00	\$7,605,996.75	\$0.00	\$11,122,554.90	
19	EAST LYME	2205	176C	45	10-May-90	30-Jun-94	\$1,239,854.22	\$0.00	\$100,256.65	\$0.00	\$8,487,938.37	\$0.00	\$9,828,049.24	
						SUBTOTAL THESE 14 PROJECTS	\$17,245,231.58	\$332,635.32	\$26,418,270.41	\$11,553,021.40	\$28,177,928.82		\$88,347,828.22	
						TOTAL FOR FISCAL YEAR 1987-1990	\$23,678,205.35	\$1,152,063.32	\$46,327,505.20	\$32,799,354.00	\$11,553,021.40	\$28,177,928.82		\$143,688,078.09

FY 1991											FY2003 to FY2006	TOTAL SRF PROJECT FUND- ING	
MUNICIPALITY	RIVER BA- SIN	CWF PRO- JECT NO.	TOWN ID	Date of AGREEMENT	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT	STATE LIS GRANT AMOUNT	FEDERAL DIRECT LOAN AMOUNT 6865-999	NON-SRF CWF STATE LOAN NO AMOUNT 6864- 999	STATE MATCH TITLE VI AMOUNT 6865- 999	TITLE VI SRF REV LOAN AMOUNT 6865- 888	FY2003 to FY2006 L.I.S.R.A . TITLLE VI FED GRANT	TOTAL SRF PROJECT FUND- ING
DANBURY	6600	103C	34	20-Jul-90	30-Jul-93	\$9,527,044.77	\$0.00	\$0.00	\$0.00	\$6,567,587.30	\$52,600,073.61		\$68,694,705.68
NEW HAVEN PUB.		6224R		08-Nov-90	N/A	\$0.00	\$30,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$30,000.00
FAIRFIELD U.		6222R		08-Nov-90	N/A	\$0.00	\$7,048.00	\$0.00	\$0.00	\$0.00	\$0.00		\$7,048.00
GUILFORD PUB.		6233R		08-Nov-90	N/A	\$0.00	\$4,573.00	\$0.00	\$0.00	\$0.00	\$0.00		\$4,573.00
WATERBURY PUBLIC		6240R		09-Nov-90	N/A	\$0.00	\$4,992.10	\$0.00	\$0.00	\$0.00	\$0.00		\$4,992.10
CHEESHIRE	5200	111.1C	25	13-Nov-90	15-Jul-90	\$138,168.35	\$0.00	\$0.00	\$0.00	\$567,431.65	\$0.00		\$705,600.00
CONN COLL.		6220R		21-Nov-90	N/A	\$0.00	\$51,175.00	\$0.00	\$0.00	\$0.00	\$0.00		\$51,175.00
NEWINGTON PUBLIC		6238R		21-Nov-90	N/A	\$0.00	\$5,074.10	\$0.00	\$0.00	\$0.00	\$0.00		\$5,074.10
SCHOONER INC.		6230R		03-Dec-90	N/A	\$0.00	\$50,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$50,000.00
N. STONINGTON PUBLIC		6239R		03-Dec-90	N/A	\$0.00	\$4,900.40	\$0.00	\$0.00	\$0.00	\$0.00		\$4,900.40
TRUMBULL PUBLIC		6235R		06-Dec-90	N/A	\$0.00	\$4,805.80	\$0.00	\$0.00	\$0.00	\$0.00		\$4,805.80
NORWALK BOARD ED.		6232R		11-Dec-90	N/A	\$0.00	\$4,991.75	\$0.00	\$0.00	\$0.00	\$0.00		\$4,991.75
BROOKLYN	3711	134D/C	19	14-Dec-90	30-Jun-91	\$115,336.07	\$0.00	\$0.00	\$0.00	\$0.00	\$478,366.86		\$593,702.93
NATURE CENTER		6229R		18-Dec-90	N/A	\$0.00	\$7,985.00	\$0.00	\$0.00	\$0.00	\$0.00		\$7,985.00
CHEESHIRE	5200	111.0C	25	27-Dec-90	31-Jul-90	\$2,549,075.34	\$0.00	\$0.00	\$0.00	\$0.00	\$12,569,080.55		\$15,118,155.89
CHEESHIRE	5200	111.0CD1	25	27-Dec-90	31-Oct-94	\$153,961.26	\$0.00	\$0.00	\$0.00	\$0.00	\$1,425,948.97		\$1,579,910.23
EAST LYME	2000	112CD1	45	31-Dec-90	30-Jun-91	\$59,113.61	\$0.00	\$0.00	\$0.00	\$373,389.00	\$0.00		\$432,502.61
BRIDGEPORT PUBLIC		6237R		10-Jan-91	N/A	\$0.00	\$5,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$5,000.00
NORWICH FREE ACADEMY		6242R		10-Jan-91	N/A	\$0.00	\$5,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$5,000.00
FAIRFIELD U.		6091R		10-Jan-91	N/A	\$0.00	\$2,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$2,000.00
GROTON PUBLIC		6241R		10-Jan-91	N/A	\$0.00	\$5,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$5,000.00
SEYMOUR	6900	121C	124	28-Jan-91	30-Apr-92	\$1,890,643.43	\$0.00	\$0.00	\$0.00	\$0.00	\$10,257,453.97		\$12,148,097.40
WESLEYAN U.		6223R		13-Feb-91	N/A	\$0.00	\$61,663.48	\$0.00	\$0.00	\$0.00	\$0.00		\$61,663.48
E. HARTFORD BOARD ED.		6236R		21-Feb-91	N/A	\$0.00	\$4,780.00	\$0.00	\$0.00	\$0.00	\$0.00		\$4,780.00
E. LYME PUBLIC		6231R		28-Feb-91	N/A	\$0.00	\$5,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$5,000.00
GREENWICH	7409	115C	57	25-Mar-91	01-Apr-93	\$5,195,334.06	\$0.00	\$0.00	\$10,211.48	\$0.00	\$27,053,620.06		\$32,259,165.60
MIDDLETOWN	4000	114CD1	83	27-Mar-91	30-Jun-93	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,151,931.88		\$1,151,931.88
NEW HAVEN	5000	108C	93	15-Apr-91	01-Jul-92	\$0.00	\$7,767,872.92	\$0.00	\$0.00	\$0.00	\$7,935,644.97		\$15,703,517.89
MIDDLETOWN	4000	209C	83	26-Apr-91	31-May-92	\$0.00	\$908,540.37	\$0.00	\$0.00	\$0.00	\$1,027,979.16		\$1,936,519.53
UCONN		6227R		01-May-91	N/A	\$0.00	\$116,514.00	\$0.00	\$0.00	\$0.00	\$0.00		\$116,514.00
UCONN		6228R		01-May-91	N/A	\$0.00	\$358,208.00	\$0.00	\$0.00	\$0.00	\$0.00		\$358,208.00
UCONN		6219R		06-May-91	N/A	\$0.00	\$44,847.00	\$0.00	\$0.00	\$0.00	\$0.00		\$44,847.00
WOODSTOCK ACADEMY		6234R		06-May-91	N/A	\$0.00	\$4,975.00	\$0.00	\$0.00	\$0.00	\$0.00		\$4,975.00
SPRAGUE	3800	154D/C	133	13-May-91	30-Apr-92	\$71,856.82	\$0.00	\$0.00	\$0.00	\$0.00	\$338,504.49		\$410,361.31
FERRY LANDING	54	3008COVE		15-May-91	N/A	\$0.00	\$25,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$25,000.00
NORWALK	55	5001CLAR		20-May-91	N/A	\$78,750.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$78,750.00
THOMASTON	56	5000CLAR		03-Jun-91	N/A	\$23,321.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$23,321.00
STRATFORD	57	5004CLAR		03-Jun-91	N/A	\$96,900.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$96,900.00
HAMDEN	5302	178P	62	14-Jun-91	31-Aug-92	\$0.00	\$0.00	\$0.00	\$135,202.44	\$0.00	\$0.00		\$135,202.44
AMBIENT MONITORING		7000 MONITORING		26-Jun-91	N/A	\$0.00	\$197,680.00	\$0.00	\$0.00	\$0.00	\$0.00		\$197,680.00
AQUACULTURE				22-May-91	N/A	\$0.00	\$302,320.00	\$0.00	\$0.00	\$0.00	\$0.00		\$302,320.00
TOTAL FOR FISCAL YEAR 1990-1991						\$19,899,504.71	\$9,989,945.92	\$0.00	\$145,413.92	\$7,508,407.95	\$114,838,604.52		\$152,381,877.02

STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION
PROJECTS FUNDED BY THE CLEAN WATER FUND

FY 1992													
MUNICIPALITY	RIVER BASIN	CWF PRO-JECT NO.	TOWN ID	Date of AGREEMENT	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT	STATE LIS GRANT AMOUNT	FEDERAL DIRECT LOAN AMOUNT 21015	NON-SRF CWF STATE LOAN NO AMOUNT 21014	STATE MATCH TITLE VI AMOUNT 21015	TITLE VI SRF REV LOAN AMOUNT 21015	FY2003 to FY2006 L.I.S.R.A. TITLE VI FED GRANT	TOTAL SRF PROJECT FUNDING
61	NEW LONDON	5002CLAR		03-Jul-91	N/A	\$70,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$70,000.00
62	WATERTOWN F.D.	5003CLAR		05-Jul-91	N/A	\$6,697.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$6,697.00
63	ESSEX	135P	50	15-Jul-91	31-Dec-91	\$0.00	\$0.00	\$0.00	\$132,079.00	\$0.00	\$0.00	\$0.00	\$132,079.00
64	WILLIMANTIC	5009CLAR		25-Jul-91	N/A	\$27,662.50	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$27,662.50
65	BRISTOL	5008CLAR		02-Aug-91	N/A	\$51,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$51,000.00
66	TORRINGTON	5011CLAR		02-Aug-91	N/A	\$36,750.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$36,750.00
67	GLASTONBURY	5010CLAR		02-Aug-91	N/A	\$18,785.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$18,785.00
68	MERIDEN	5005CLAR		12-Aug-91	N/A	\$60,900.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$60,900.00
69	LEETS ISLAND	3004COVE		20-Aug-91	N/A	\$0.00	\$2,500.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$2,500.00
70	SIMSBURY	5007CLAR		03-Sep-91	N/A	\$9,750.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$9,750.00
71	MORWICH	5029CLAR		27-Sep-91	N/A	\$44,625.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$44,625.00
72	GROTON	5015CLAR		27-Sep-91	N/A	\$35,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$35,000.00
73	PLAINFIELD	5013CLAR		27-Sep-91	N/A	\$2,727.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$2,727.00
74	SOUTH WINDSOR	5024CLAR		27-Sep-91	N/A	\$25,060.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$25,060.00
75	SOUTHINGTON	5027CLAR		27-Sep-91	N/A	\$34,405.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$34,405.00
76	SHELTON	5012CLAR		27-Sep-91	N/A	\$19,180.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$19,180.00
77	DERBY	5023CLAR		27-Sep-91	N/A	\$22,780.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$22,780.00
78	MDC	5021CLAR		30-Sep-91	N/A	\$379,588.23	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$379,588.23
79	WEST HAVEN	5016CLAR		30-Sep-91	N/A	\$111,125.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$111,125.00
80	MATTABASSETT	5017CLAR		30-Sep-91	N/A	\$140,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$140,000.00
81	FLETCHERS CREEK	3007COVE		23-Oct-91	N/A	\$0.00	\$13,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$13,000.00
82	BEACON FALLS	5019CLAR		25-Oct-91	N/A	\$4,626.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$4,626.00
83	EAST HADDAM	173P	41	01-Nov-91	31-Jan-92	\$0.00	\$0.00	\$0.00	\$38,591.00	\$0.00	\$0.00	\$0.00	\$38,591.00
84	BRANFORD	5020CLAR		05-Nov-91	N/A	\$110,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$110,000.00
85	ANSONIA	5022CLAR		21-Nov-91	N/A	\$18,375.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$18,375.00
86	EAST HAMPTON	5031CLAR		27-Nov-91	N/A	\$4,620.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$4,620.00
87	ENFIELD	5028CLAR		13-Dec-91	N/A	\$52,500.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$52,500.00
88	BRIDGEPORT	5026CLAR		15-Dec-91	N/A	\$234,208.84	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$234,208.84
89	WALLINGFORD	5014CLAR		27-Dec-91	N/A	\$33,369.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$33,369.00
90	QUIAMBAUG COVE	8012COVE		27-Dec-91	N/A	\$0.00	\$85,978.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$85,978.00
91	VERNON	244C	146	27-Dec-91	30-Nov-92	\$159,085.16	\$0.00	\$0.00	\$0.00	\$0.00	\$649,739.97	\$0.00	\$808,825.13
92	STONINGTON	5036CLAR		27-Dec-91	N/A	\$73,761.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$73,761.00
93	NEW HAVEN PUBLIC	627OR		02-Jan-92	N/A	\$0.00	\$102,670.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$102,670.00
94	UCONN	6262R		08-Jan-92	N/A	\$0.00	\$9,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$9,000.00
95	UCONN	6261R		08-Jan-92	N/A	\$0.00	\$21,516.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$21,516.00
96	UCONN	6268R		08-Jan-92	N/A	\$0.00	\$99,260.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$99,260.00
97	UNIV. NEW HAVEN	6264R		12-Jan-92	N/A	\$0.00	\$106,087.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$106,087.00
98	NEW MILFORD	5032CLAR		24-Jan-92	N/A	\$5,355.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$5,355.00
99	FAIRFIELD	5006CLAR		24-Jan-92	N/A	\$36,944.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$36,944.00
100	UCONN	6265R		27-Jan-92	N/A	\$0.00	\$110,095.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$110,095.00
101	UCONN	6267R		27-Jan-92	N/A	\$0.00	\$225,555.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$225,555.00

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STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION
PROJECTS FUNDED BY THE CLEAN WATER FUND

FY 1992 (continued)													
MUNICIPALITY	RIVER BASIN	CWF PRO-JECT NO.	TOWN ID	Date of AGREEMENT	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT	STATE LIS GRANT AMOUNT	FEDERAL DIRECT LOAN AMOUNT 21015	NON-SRF CWF STATE LOAN NO AMOUNT 21014	STATE MATCH TITLE VI AMOUNT 21015	TITLE VI SRF REV LOAN AMOUNT 21015	FY2003 to FY2006 L.I.S.R.A. TITLE VI FED GRANT	TOTAL SRF PRO-JECT FUNDING
102	UCONN	6263R		27-Jan-92	N/A	\$0.00	\$131,670.00	\$0.00	\$0.00	\$0.00	\$0.00		\$131,670.00
103	TORRINGTON	6262R	143	10-Feb-92	31-Mar-94	\$2,741,275.50	\$0.00	\$0.00	\$371,600.00	\$0.00	\$12,024,879.47		\$15,137,794.97
104	MILFORD	5033CLAR		11-Feb-92	N/A	\$25,809.85	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$25,809.85
105	BRIDGEPORT	764C	15	13-Feb-92	31-Jan-93	\$422,669.28	\$0.00	\$0.00	\$2,193,819.99	\$0.00	\$0.00		\$2,616,489.27
106	VERNON	211C	146	14-Feb-92	31-May-92	\$38,012.68	\$0.00	\$0.00	\$0.00	\$0.00	\$199,610.73		\$237,623.41
	WATERBURY BOARD												
107	OF ED.	6259R		21-Feb-92	N/A	\$0.00	\$5,046.89	\$0.00	\$0.00	\$0.00	\$0.00		\$5,046.89
108	E. LYME PUBLIC	6256R		21-Feb-92	N/A	\$0.00	\$2,992.03	\$0.00	\$0.00	\$0.00	\$0.00		\$2,992.03
109	VERNON	5018CLAR		28-Feb-92	N/A	\$32,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$32,000.00
	RIVERWATCH NET-												
110	WORK	6260R		04-Mar-92	N/A	\$0.00	\$23,500.00	\$0.00	\$0.00	\$0.00	\$0.00		\$23,500.00
	REGIONAL PLAN												
111	ASSOC.	6269R		04-Mar-92	N/A	\$0.00	\$49,997.00	\$0.00	\$0.00	\$0.00	\$0.00		\$49,997.00
112	STAMFORD	5030CLAR		12-Mar-92	N/A	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00
113	NEW HAVEN	5037CLAR		12-Mar-92	N/A	\$280,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$280,000.00
114	NORWALK MIL POND	8009COVE		17-Mar-92	N/A	\$0.00	\$53,800.00	\$0.00	\$0.00	\$0.00	\$0.00		\$53,800.00
115	NORTH BRANFORD	138P/D/C	99	19-Mar-92	30-Sep-93	\$1,584,945.60	\$0.00	\$0.00	\$198,035.00	\$0.00	\$7,029,388.01		\$8,812,368.61
116	LITCHFIELD	5035CLAR		31-Mar-92	N/A	\$1,989.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$1,989.00
117	NORWALK BOARD ED.	6257R		31-Mar-92	N/A	\$0.00	\$5,925.00	\$0.00	\$0.00	\$0.00	\$0.00		\$5,925.00
	WESLEYAN UNIVER-												
118	SITY	6266R		31-Mar-92	N/A	\$0.00	\$38,186.34	\$0.00	\$0.00	\$0.00	\$0.00		\$38,186.34
119	MIDDLETOWN	5034CLAR		10-Apr-92	N/A	\$70,815.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$70,815.00
120	STAMFORD PUBLIC	6249R		15-Apr-92	N/A	\$0.00	\$5,990.40	\$0.00	\$0.00	\$0.00	\$0.00		\$5,990.40
	WEST HAVEN BOARD												
121	ED.	6255R		24-Apr-92	N/A	\$0.00	\$5,980.00	\$0.00	\$0.00	\$0.00	\$0.00		\$5,980.00
	INTERDISTRICT COM-												
122	MITT.	6253R		24-Apr-92	N/A	\$0.00	\$6,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$6,000.00
	RIDGEFIELD BOARD												
123	ED.	6254R		28-Apr-92	N/A	\$0.00	\$5,341.88	\$0.00	\$0.00	\$0.00	\$0.00		\$5,341.88
	HARTFORD BOARD												
124	ED.	6252R		28-Apr-92	N/A	\$0.00	\$6,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$6,000.00
	NEWINGTON BOARD												
125	ED.	6248R		14-May-92	N/A	\$0.00	\$228.40	\$0.00	\$0.00	\$0.00	\$0.00		\$228.40
126	EAST HAMPTON	247C	42	21-May-92	31-Mar-93	\$185,272.56	\$0.00	\$0.00	\$0.00	\$0.00	\$837,029.87		\$1,022,302.43
127	WEST HAVEN	9900BNR		22-May-92	N/A	\$0.00	\$29,845.61	\$0.00	\$0.00	\$0.00	\$0.00		\$29,845.61
128	BRANFORD	9902BNR		23-Jun-92	N/A	\$0.00	\$92,967.55	\$0.00	\$0.00	\$0.00	\$0.00		\$92,967.55
129	HEBRON	124D/C	67	30-Jun-92	30-Nov-93	\$1,606,817.82	\$0.00	\$5,329,035.68	\$153,137.97	\$0.00	\$2,186,093.15		\$9,275,086.62
TOTAL FOR FISCAL YEAR 1991-1992						\$8,818,486.02	\$1,239,132.10	\$5,329,035.68	\$3,087,262.96	\$0.00	\$22,926,743.20		\$41,400,659.96

STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION
 PROJECTS FUNDED BY THE CLEAN WATER FUND

FY 1993													
MUNICIPALITY	RIVER BASIN	CWF PROJECT NO.	TOWN ID	Date of AGREEMENT	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT	STATE LIS GRANT AMOUNT	FEDERAL DIRECT LOAN AMOUNT 2 1015	NON-SRF CWF STATE LOAN NO AMOUNT -21014	STATE MATCH TITLE VI AMOUNT 21015	TITLE VI SRF REV LOAN AMOUNT 21015	F(Y2003 to FY2006) L.I.S.R.A. TITLE VI FED GRANT	TOTAL SRF PROJECT FUNDING
130	FARMINGTON	159C	52	02-Jul-92	30-Apr-94	\$3,380,444.86	\$0.00	\$0.00	\$0.00	\$0.00	\$18,453,777.23		\$21,834,222.09
131	LEETS ISLAND	3005COVE		13-Jul-92	N/A	\$0.00	\$8,250.00	\$0.00	\$0.00	\$0.00	\$0.00		\$8,250.00
132	MDC	105P	550	23-Jul-92	30-Jun-92	\$315,555.14	\$0.00	\$0.00	\$369,902.72	\$0.00	\$0.00		\$685,457.86
	ARMY CORPS OF ENGINEERS	3001COVE		24-Jul-92	N/A	\$0.00	\$30,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$30,000.00
134	NEW HAVEN	272D	93	28-Jul-92	31-Jan-93	\$98,912.64	\$175,892.00	\$0.00	\$0.00	\$0.00	\$432,386.99		\$707,191.63
135	EAST LYME	177C	45	13-Aug-92	30-Sep-94	\$1,163,169.90	\$0.00	\$0.00	\$20,021.63	\$0.00	\$578,664.50		\$1,761,856.03
136	MILFORD	9905BNR		19-Aug-92	N/A	\$0.00	\$25,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$25,000.00
137	STRAITFORD	9903BNR		19-Aug-92	N/A	\$0.00	\$9,750.00	\$0.00	\$0.00	\$0.00	\$0.00		\$9,750.00
138	HEBRON	124CD1	67	31-Aug-92	30-Nov-93	\$268,719.43	\$0.00	\$0.00	\$39,869.13	\$0.00	\$1,855,191.36		\$2,163,779.92
139	NEW HAVEN	9904BNR		04-Sep-92	N/A	\$0.00	\$86,085.00	\$0.00	\$0.00	\$0.00	\$0.00		\$86,085.00
140	ASHFORD	284P	3	11-Sep-92	30-Apr-93	\$0.00	\$0.00	\$0.00	\$50,000.00	\$0.00	\$0.00		\$50,000.00
141	BRIDGEPORT	9907BNR		28-Sep-92	N/A	\$0.00	\$52,272.65	\$0.00	\$0.00	\$0.00	\$0.00		\$52,272.65
142	STAMFORD	9901BNR		05-Oct-92	N/A	\$0.00	\$40,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$40,000.00
143	UCONN	6229R		07-Oct-92	N/A	\$0.00	\$225,787.00	\$0.00	\$0.00	\$0.00	\$0.00		\$225,787.00
144	PORTLAND	278P	113	30-Oct-92	31-Mar-93	\$0.00	\$0.00	\$0.00	\$237,983.98	\$0.00	\$0.00		\$237,983.98
145	MIDDLETOWN	262C	83	30-Oct-92	28-Feb-94	\$0.00	\$901,255.81	\$0.00	\$0.00	\$0.00	\$1,766,654.93		\$2,667,910.74
146	W. RIVER PARK	8008COVE		30-Oct-92	N/A	\$0.00	\$24,108.00	\$0.00	\$0.00	\$0.00	\$0.00		\$24,108.00
147	STAMFORD	117C	135	30-Oct-92	30-Nov-94	\$646,161.66	\$0.00	\$0.00	\$0.00	\$0.00	\$2,731,211.01		\$3,377,372.67
148	STAFFORD	282C	134	30-Oct-92	30-Apr-93	\$194,658.68	\$0.00	\$0.00	\$0.00	\$0.00	\$896,559.52		\$1,091,218.20
149	MIDDLETOWN	4000	83	30-Oct-92	30-Jun-94	\$0.00	\$499,794.11	\$0.00	\$0.00	\$0.00	\$683,739.43		\$1,183,533.54
150	FAIRFIELD	9906BNR		09-Nov-92	N/A	\$0.00	\$23,500.00	\$0.00	\$0.00	\$0.00	\$0.00		\$23,500.00
151	WESTPORT	9910BNR		17-Nov-92	N/A	\$0.00	\$23,500.00	\$0.00	\$0.00	\$0.00	\$0.00		\$23,500.00
	MIANUS RIVER FISHWAY	8003COVE		16-Dec-92	N/A	\$0.00	\$76,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$76,000.00
153	BRIDGEPORT	206D	15	22-Dec-92	22-Dec-92	\$181,783.46	\$0.00	\$0.00	\$2,810,439.86	\$0.00	\$0.00		\$2,992,223.32
154	NEW CANAAN	9909BNR		05-Jan-93	N/A	\$0.00	\$27,946.00	\$0.00	\$0.00	\$0.00	\$0.00		\$27,946.00
155	WEST HAVEN	166CD1	156	19-Jan-93	01-Jul-95	\$1,482,827.09	\$0.00	\$0.00	\$0.00	\$0.00	\$2,769,460.55		\$4,252,287.64
156	WEST HAVEN	166C	156	19-Jan-93	30-Oct-93	\$1,361,969.82	\$0.00	\$0.00	\$0.00	\$0.00	\$9,213,383.54		\$10,575,353.36
157	SEYMOUR	146C	124	23-Feb-93	30-Jun-94	\$800,378.91	\$0.00	\$0.00	\$0.00	\$0.00	\$4,714,905.72		\$5,515,284.63
158	UCONN	6226R		23-Feb-93	N/A	\$0.00	\$141,740.00	\$0.00	\$0.00	\$0.00	\$0.00		\$141,740.00
159	GREENWICH	9908BNR		25-Feb-93	N/A	\$0.00	\$29,724.00	\$0.00	\$0.00	\$0.00	\$0.00		\$29,724.00
160	WATERBURY	201P	151	01-Mar-93	31-Aug-94	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$4,007,585.44		\$4,007,585.44
161	CANTON	120C	23	02-Mar-93	30-Jun-93	\$392,524.29	\$0.00	\$0.00	\$0.00	\$0.00	\$2,265,031.56		\$2,657,555.85
162	BLUFF POINT	8005COVE		03-Mar-93	N/A	\$0.00	\$14,700.00	\$0.00	\$0.00	\$0.00	\$0.00		\$14,700.00
163	SUFFIELD	306C	139	30-Mar-93	30-Nov-93	\$301,238.74	\$0.00	\$0.00	\$0.00	\$0.00	\$1,589,472.19		\$1,890,710.93
164	SUFFIELD	306C1	139	30-Mar-93	30-Nov-94	\$108,807.72	\$0.00	\$0.00	\$0.00	\$0.00	\$610,016.18		\$718,823.90
165	NEW HAVEN	243C	93	31-Mar-93	01-Mar-94	\$0.00	\$1,032,591.65	\$0.00	\$0.00	\$0.00	\$1,054,378.18		\$2,086,969.83

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STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION
PROJECTS FUNDED BY THE CLEAN WATER FUND

FY 1993 (continued)													
MUNICIPALITY	RIVER BASIN	CWF PRO-JECT NO.	TOWN ID	Date of AGREEMENT	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT	STATE LIS GRANT AMOUNT	FEDERAL DI-RECT LOAN AMOUNT 2-1015	NON-SRF CWF STATE LOAN NO AMOUNT 21014	STATE MATCH TITLE VI AMOUNT 21015	TITLE VI SRF REV LOAN AMOUNT 21015	(FY2003 to FY2006) L.I.S.R.A. TITLE VI FED GRANT	TOTAL SRF PRO-JECT FUNDING
166 FERRY LANDING-INCREASE		3009COVE	58	15-Mar-94	30-Apr-95	\$0.00	\$0.00	\$0.00	\$287,437.17	\$0.00	\$0.00		\$287,437.17
167 JEWETT CITY	3700	5039CLAR		25-Mar-94	N/A	\$0.00	\$27,600.00	\$0.00	\$0.00	\$0.00	\$0.00		\$27,600.00
168 WEST HAVEN	5000	4900BNR	146	31-Mar-94	31-Dec-96	\$4,811,216.54	\$0.00	\$0.00	\$0.00	\$0.00	\$27,635,550.22		\$32,446,766.76
169 BRIDGEPORT	7000	218C		21-Apr-94	N/A	\$0.00	\$245,570.00	\$0.00	\$0.00	\$0.00	\$0.00		\$245,570.00
170 MIDDLETOWN	4000	114CD2		18-May-94	N/A	\$0.00	\$61,887.00	\$0.00	\$0.00	\$0.00	\$0.00		\$61,887.00
171 MERIDEN	5200	216C											
172 VERNON	4500	244GD1	146	28-May-93		\$12,968.17	\$0.00	\$0.00	\$0.00	\$0.00	\$51,872.66		\$64,840.83
173 VERNON (see 200C)	4500	200D	146	28-May-93	30-Sep-93	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00
174 WILSON COVE		8011COVE		28-May-93	N/A	\$0.00	\$32,450.00	\$0.00	\$0.00	\$0.00	\$0.00		\$32,450.00
175 MIDDLETOWN	4000	266C	83	01-Jun-93	31-May-94	\$559,026.28	\$0.00	\$0.00	\$0.00	\$0.00	\$652,781.77		\$1,211,808.05
176 WESTPORT	7202	4910BNR		09-Jun-93	N/A	\$0.00	\$530,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$530,000.00
177 NEW HAVEN	5000	4904BNR		09-Jun-93	N/A	\$0.00	\$4,384,262.00	\$0.00	\$0.00	\$0.00	\$0.00		\$4,384,262.00
178 MIDDLETOWN	4000	304C	83	14-Jun-93	31-Jul-93	\$71,152.20	\$0.00	\$0.00	\$0.00	\$0.00	\$320,952.75		\$392,104.95
179 NEW HAVEN	5000	108CD1	93	14-Jun-93	31-Oct-93	\$458,445.49	\$0.00	\$0.00	\$0.00	\$0.00	\$529,472.97		\$987,918.46
180 NORWALK	7000	4911BNR		22-Jun-93	N/A	\$0.00	\$1,022,189.81	\$0.00	\$0.00	\$0.00	\$0.00		\$1,022,189.81
181 NORWALK	7000	9911BNR		22-Jun-93	N/A	\$0.00	\$29,800.00	\$0.00	\$0.00	\$0.00	\$0.00		\$29,800.00
TOTAL FOR FISCAL YEAR 1992-1993						\$21,610,216.65	\$10,523,998.03	\$0.00	\$37,858,006.49	\$0.00	\$57,675,394.53		\$127,667,615.70

STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION
PROJECTS FUNDED BY THE CLEAN WATER FUND

FY 1994													
MUNICIPALITY	RIVER BASIN	CWF PROJECT NO.	TOWN ID	Date of AGREEMENT	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT	STATE LIS GRANT AMOUNT	FEDERAL DIRECT LOAN AMOUNT 21015	NON-SRF CWF STATE LOAN NO AMOUNT 21014	STATE MATCH TITLE VI AMOUNT 21015	TITLE VI SRF REV LOAN AMOUNT 21015	FY2003 to FY2006 L.I.S.R.A. TITLE VI FED GRANT	TOTAL SRF PROJECT FUNDING
MARSH ROAD		8004COVE		09-Jul-93	N/A	\$0.00	\$21,083.50	\$0.00	\$0.00	\$0.00	\$0.00		\$21,083.50
WESLEYAN UNI-													
183 VERSITY		6310R		09-Jul-93	N/A	\$0.00	\$26,738.65	\$0.00	\$0.00	\$0.00	\$0.00		\$26,738.65
184 MILFORD	6000	4905BNR		19-Jul-93	N/A	\$0.00	\$1,436,173.00	\$0.00	\$0.00	\$0.00	\$0.00		\$1,436,173.00
185 GREENWICH	7409	115CD1	57	30-Jul-93	31-May-94	\$1,788,416.04	\$0.00	\$0.00	\$0.00	\$0.00	\$8,423,534.95		\$10,211,950.99
186 MDC	4000	285D	550	30-Jul-93	30-Sep-93	\$0.00	\$372,977.50	\$0.00	\$0.00	\$0.00	\$875,982.54		\$1,248,960.04
187 BRANFORD	5000	275P/D	14	30-Jul-93	30-Jun-93	\$29,553.17	\$0.00	\$0.00	\$0.00	\$0.00	\$284,862.82		\$314,415.99
188 MIDDLETOWN	4000	261C	83	30-Jul-93	31-May-95	\$502,984.99	\$0.00	\$0.00	\$0.00	\$0.00	\$610,611.91		\$1,113,596.90
189 STRATFORD	6000	246C	138	05-Aug-93	28-Feb-95	\$770,691.15	\$0.00	\$0.00	\$0.00	\$0.00	\$3,340,576.27		\$4,111,267.42
190 NEW CANAAN	7401	185P	90	16-Aug-93	30-Jul-93	\$0.00	\$0.00	\$0.00	\$185,063.39	\$0.00	\$0.00		\$185,063.39
LIGHTHOUSE													
191 POINT		8007COVE		20-Aug-93	N/A	\$0.00	\$17,346.00	\$0.00	\$0.00	\$0.00	\$0.00		\$17,346.00
192 STAMFORD	7000	4901BNR		22-Sep-93	N/A	\$0.00	\$1,909,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$1,909,000.00
193 RIDGEFIELD	8104	9912BNR		28-Sep-93	N/A	\$0.00	\$10,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$10,000.00
194 UNIV. NEW HAVEN		6317R		26-Oct-93	N/A	\$0.00	\$239,006.00	\$0.00	\$0.00	\$0.00	\$0.00		\$239,006.00
WETLAND RESTO-													
195 RATION		2001COVE		01-Nov-93	N/A	\$0.00	\$318,250.00	\$0.00	\$0.00	\$0.00	\$0.00		\$318,250.00
196 STRATFORD	6000	4903BNR		02-Nov-93	N/A	\$0.00	\$773,888.49	\$0.00	\$0.00	\$0.00	\$0.00		\$773,888.49
197 UCONN		6313R		05-Nov-93	N/A	\$0.00	\$49,854.00	\$0.00	\$0.00	\$0.00	\$0.00		\$49,854.00
198 RIDGEFIELD	8104	110CD1	118	15-Nov-93	30-Jun-94	\$83,654.96	\$0.00	\$0.00	\$0.00	\$0.00	\$374,498.11		\$458,153.07
199 ALEWIFE COVE		8013COVE		18-Nov-93	N/A	\$0.00	\$40,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$40,000.00
200 MDC	4000	285C	550	18-Nov-93	31-Oct-95	\$2,616,343.97	\$10,869,997.50	\$0.00	\$0.00	\$0.00	\$15,322,112.61		\$28,808,454.08
201 UCONN		6314R		22-Nov-93	N/A	\$0.00	\$188,224.00	\$0.00	\$0.00	\$0.00	\$0.00		\$188,224.00
202 UNIV. NEW HAVEN		6221R		23-Nov-93	N/A	\$0.00	\$102,572.00	\$0.00	\$0.00	\$0.00	\$0.00		\$102,572.00
WESLEYAN UNI-													
203 VERSITY		6316R		29-Nov-93	N/A	\$0.00	\$151,803.39	\$0.00	\$0.00	\$0.00	\$0.00		\$151,803.39
204 WATERTOWN F.D.	6912	312C	153	30-Nov-93	30-Sep-94	\$186,377.07	\$0.00	\$0.00	\$0.00	\$0.00	\$780,111.56		\$966,488.63
205 EAST WINDSOR	4000	302C	47	02-Dec-93	31-Mar-96	\$1,474,597.94	\$0.00	\$0.00	\$0.00	\$0.00	\$10,812,482.00		\$12,287,079.94
206 MIDDLEBURY	6916	303C	81	30-Dec-93	31-Jul-94	\$131,747.62	\$0.00	\$0.00	\$0.00	\$0.00	\$583,971.09		\$715,718.71
LIGHTHOUSE													
207 POINT		8006COVE		14-Jan-94	N/A	\$0.00	\$9,760.00	\$0.00	\$0.00	\$0.00	\$0.00		\$9,760.00
208 FAIRFIELD	7000	4906BNR		01-Feb-94	N/A	\$0.00	\$2,595,500.00	\$0.00	\$0.00	\$0.00	\$0.00		\$2,595,500.00
209 DANBURY	6400	305C	34	14-Feb-94	30-Jul-94	\$69,587.73	\$0.00	\$0.00	\$0.00	\$0.00	\$441,322.38		\$510,910.11
210 JEWETT CITY	3700	179P											
211 OLD FLD CREEK		3011COVE											
212 VERNON	4500	200C											
213 UCONN		6322R											
214 UCONN		6323R											

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STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION
PROJECTS FUNDED BY THE CLEAN WATER FUND

FY 1994 (continued)													
MUNICIPALITY	RIVER BASIN	CWF PRO-JECT NO.	TOWN ID	Date of AGREEMENT	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT	STATE LIS GRANT AMOUNT	FEDERAL DI-RECT LOAN AMOUNT 21015	NON-SRF CWF STATE LOAN NO AMOUNT 21014	STATE MATCH TITLE VI AMOUNT 21015	TITLE VI SRF REV LOAN AMOUNT 21015	FY2003 to FY2006 L.I.S.R.A. TITLE VI FED GRANT	TOTAL SRF PRO-JECT FUNDING
215 NEW HAVEN	5000	272C	93	18-May-94	31-Mar-96	\$3,204,703.49	\$0.00	\$0.00	\$0.00	\$0.00	\$3,314,299.50		\$6,519,002.99
NATURE CONSER-VANCY		6320R		20-May-94	N/A	\$0.00	\$114,898.00	\$0.00	\$0.00	\$0.00	\$0.00		\$114,898.00
CONNECTICUT		6318R		20-May-94	N/A	\$0.00	\$76,654.00	\$0.00	\$0.00	\$0.00	\$0.00		\$76,654.00
217 COLLEGE		6319R		27-May-94	N/A	\$0.00	\$165,887.00	\$0.00	\$0.00	\$0.00	\$0.00		\$165,887.00
218 YALE UNIVERSITY		274C	170	08-Jun-94	31-Oct-95	\$1,978,564.21	\$0.00	\$0.00	\$0.00	\$0.00	\$8,915,227.64		\$10,893,791.85
219 MDC	4000	6321R		10-Jun-94	N/A	\$0.00	\$148,642.00	\$0.00	\$0.00	\$0.00	\$0.00		\$148,642.00
220 UNIV. NEW HAVEN		6324R		16-Jun-94	N/A	\$0.00	\$52,024.62	\$0.00	\$0.00	\$0.00	\$0.00		\$52,024.62
221 UCONN		8014COVE		26-Jun-94	N/A	\$0.00	\$8,359.00	\$0.00	\$0.00	\$0.00	\$0.00		\$8,359.00
222 SASCO BROOK	2000	151C	152	27-Jun-94	31-Dec-94	\$385,359.48	\$0.00	\$0.00	\$1,512,205.32	\$0.00	\$0.00		\$1,897,564.80
223 WATERFORD	6000	143C	96	29-Jun-94	30-Dec-95	\$954,614.36	\$0.00	\$0.00	\$350,635.62	\$0.00	\$4,893,572.03		\$6,198,822.01
224 NEW MILFORD	8104	4912BNR		30-Jun-94	N/A	\$0.00	\$200,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$200,000.00
225 RIDGEFIELD													
TOTAL FOR FISCAL YEAR 1993-1994						\$18,988,412.72	\$20,233,695.65	\$0.00	\$2,335,341.50	\$0.00	\$86,608,715.63		\$128,166,165.50

STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION
PROJECTS FUNDED BY THE CLEAN WATER FUND

FY 1995													
MUNICIPALITY	RIVER BASIN	CWF PROJECT NO.	TOWN ID	Date of AGREEMENT	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT	STATE LIS GRANT AMOUNT	FEDERAL DIRECT LOAN AMOUNT 21015	NON-SRF CWF STATE LOAN NO AMOUNT 21014	STATE MATCH TITLE VI AMOUNT 21015	TITLE VI SRF REV LOAN AMOUNT 21015	FY2003 to FY2006 L.I.S.R.A. TITLE VI FED GRANT	TOTAL SRF PROJECT FUNDING
226	LEDYARD	2103	119D	72	01-Jul-94	01-Sep-95	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00
227	NORWALK	7000	190L	103	13-Jul-94	01-Jul-95	\$0.00	\$0.00	\$4,550,160.56	\$0.00	\$0.00		\$4,550,160.56
228	UCONN	6315R			23-Jul-94	N/A	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00
229	THOMASTON	264C			01-Aug-94	30-Apr-96	\$57,406.97	\$0.00	\$130,000.00	\$0.00	\$947,412.58		\$208,480.00
230	FAIRFIELD	7000	245D	51	04-Aug-94	01-Oct-95	\$81,972.18	\$0.00	\$0.00	\$0.00	\$334,688.75		\$1,134,819.55
231	NORTH BRANFORD	5112	138CD1	99	30-Sep-94	30-Sep-94	\$10,618.61	\$0.00	\$0.00	\$0.00	(\$11,630.75)		\$416,660.93
232	NEW LONDON	3000	187C	95	13-Oct-94	31-Dec-95	\$926,377.97	\$0.00	\$29,000.00	\$0.00	\$4,589,392.77		\$5,544,770.74
233	NEW HAVEN	5000	333C	93	21-Oct-94	30-Apr-96	\$618,750.00	\$0.00	\$0.00	\$0.00	\$2,474,972.02		\$3,093,722.02
234	NEWTOWN*	6020	113C	97	31-Oct-94	31-Dec-96	\$0.00	\$0.00	\$0.00	\$0.00	\$4,570,000.00		\$4,570,000.00
235	NEWTOWN	6020	113C2	97	31-Oct-94	31-Oct-97	\$3,863,917.01	\$0.00	\$300,000.00	\$0.00	\$15,828,596.01		\$19,992,513.02
236	NORWICH	3900	106PID/C	104	30-Nov-94	31-Oct-96	\$2,245,241.74	\$350,083.00	\$379,800.00	\$0.00	\$3,029,772.75		\$6,004,897.49
237	DAVID POND		8002COVE		21-Dec-94	N/A	\$0.00	\$210,000.00	\$0.00	\$0.00	\$0.00		\$210,000.00
238	UCONN	6325R			01-Feb-95	N/A	\$0.00	\$245,019.00	\$0.00	\$0.00	\$0.00		\$245,019.00
239	NORWALK (see 190-C)	7000	190PID	103	14-Feb-95	30-Jun-96	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00
240	FAIRFIELD	7000	355C	51	15-Feb-95	30-Jun-96	\$347,754.99	\$0.00	\$0.00	\$0.00	\$1,574,814.40		\$1,922,569.39
241	MILFORD	6000	356C	84	21-Feb-95	31-Jan-96	\$32,765.07	\$0.00	\$0.00	\$0.00	\$148,604.71		\$181,369.78
242	FAIRFIELD	7000	245PG	51	03-Mar-95	N/A	\$257,974.33	\$0.00	\$0.00	\$0.00	\$0.00		\$257,974.33
243	CANAAN FIRE DISTRICT	6100	189C	343	17-Mar-95	30-May-95	\$30,014.00	\$0.00	\$0.00	\$0.00	\$121,376.62		\$151,390.62
244	MIDDLETOWN	4000	295C	83	30-Mar-95	30-Apr-97	\$2,034,228.74	\$0.00	\$0.00	\$0.00	\$2,073,683.96		\$4,107,912.70
245	NORWALK (see 190-C)	7000	381D	103	03-Apr-95	30-Jun-96	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00
246	NORTH BRANFORD	5112	380PG	99	13-Apr-95	N/A	\$16,632.00	\$0.00	\$0.00	\$0.00	\$0.00		\$16,632.00
247	HEBRON	4701	124CD2	67	03-May-95	30-May-95	\$306,202.29	\$0.00	\$0.00	\$0.00	\$1,133,393.36		\$1,439,595.65
248	NEW HAVEN	5000	243CD-1	93	14-May-95	31-Dec-95	\$0.00	\$660,001.35	\$0.00	\$0.00	\$666,190.82		\$1,326,192.17
249	CHESHIRE MILLS MEADOW		3010COVE		15-May-95	N/A	\$0.00	\$23,285.07	\$0.00	\$0.00	\$0.00		\$23,285.07
250	GREENWICH	7000	4908BNR		25-May-95	N/A	\$0.00	\$420,754.28	\$0.00	\$0.00	\$0.00		\$420,754.28
251	NEW MILFORD	6000	379PG	96	01-Jun-95	N/A	\$13,257.96	\$0.00	\$0.00	\$0.00	\$0.00		\$13,257.96
252	BRANFORD	5000	358PG	14	01-Jun-95	N/A	\$245,585.48	\$0.00	\$0.00	\$0.00	\$0.00		\$245,585.48
253	BRIDGEPORT	7000	208D	15	21-Jun-95	30-Nov-95	\$681,135.51	\$0.00	\$0.00	\$0.00	\$706,146.68		\$1,387,282.19
254	SEYMOUR	6900	146CD1	124	29-Jun-95	30-Jun-96	\$140,406.21	\$0.00	\$0.00	\$0.00	\$627,427.87		\$767,834.08
255	MIDDLETOWN	4000	262CD1	83	30-Jun-95	31-Jan-96	\$0.00	\$20,513.81	\$0.00	\$0.00	\$834,239.53		\$854,753.34
TOTAL FOR FISCAL YEAR 1994-1995							\$11,910,241.06	\$2,138,136.51	\$5,388,960.56	\$0.00	\$39,649,082.08		\$59,086,420.21

STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION
PROJECTS FUNDED BY THE CLEAN WATER FUND

FY 1997													
MUNICIPALITY	RIVER BASIN	CWF PROJECT NO.	TOWN ID	Date of AGREEMENT	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT	STATE LIS GRANT AMOUNT	FEDERAL DIRECT LOAN AMOUNT 21015	NON-SRF CWF STATE LOAN NO. AMOUNT 21014	STATE MATCH TITLE VI AMOUNT 21015	TITLE VI SRF REV LOAN AMOUNT 21015	FY2003 to FY2006 L.I.S.R.A. TITLE VI FED GRANT	TOTAL SRF PROJECT FUNDING
293 STAMFORD	7000	375C		26-Jul-96	31-Jan-97	\$204,483.70	\$0.00	\$0.00	\$0.00	\$0.00	\$864,280.18		\$1,068,763.88
ARMY CORPS OF ENGI-NEERS-BRIDE BROOK		3003COVE		14-Aug-96	N/A	\$0.00	\$61,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$61,000.00
294 LEETS ISLAND DESIGN		3006COVE		28-Aug-96	N/A	\$0.00	\$20,525.18	\$0.00	\$0.00	\$0.00	\$0.00		\$20,525.18
296 DANBURY		380002RIV		12-Sep-96	N/A	\$21,500.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$21,500.00
297 NORWALK	7000	190D/C		25-Sep-96	30-Sep-99	\$7,279,799.00	\$0.00	\$0.00	\$548,667.00	\$0.00	\$40,745,455.17		\$48,573,921.17
298 DEP		380011D RIV		21-Oct-96	N/A	\$19,900.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$19,900.00
299 BRIDGEPORT	7000	372C		31-Oct-96	31-Dec-98	\$2,414,630.38	\$0.00	\$0.00	\$0.00	\$0.00	\$3,211,547.44		\$5,626,177.82
300 BRIDGEPORT	7000	372CD1		01-Dec-99	31-Jan-01	\$1,433,038.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,858,034.37		\$3,291,072.37
301 WESLYAN UNIVERSITY		6328R		31-Oct-96	N/A	\$0.00	\$107,263.00	\$0.00	\$0.00	\$0.00	\$0.00		\$107,263.00
302 LITCHFIELD	6705	396PDC		14-Nov-96	31-Jan-97	\$314,149.99	\$0.00	\$0.00	\$0.00	\$0.00	\$900,339.85		\$1,214,489.84
303 JEWETT CITY	3700	443D		26-Nov-96	31-Aug-97	\$13,194.18	\$0.00	\$0.00	\$0.00	\$0.00	\$80,095.00		\$93,289.18
304 DERBY	6900	367PG		26-Nov-96	31-Dec-96	\$53,900.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$53,900.00
305 STONINGTON	2106	196D/C		27-Nov-96	31-Aug-97	\$381,103.93	\$0.00	\$0.00	\$0.00	\$0.00	\$1,563,519.98		\$1,944,623.91
306 FAIRFIELD	7000	399PG		06-Dec-96	31-Dec-96	\$136,619.99	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$136,619.99
307 NEW LONDON	3000	187CD1		18-Dec-96	30-Jun-99	\$321,915.03	\$0.00	\$0.00	\$0.00	\$0.00	\$1,306,151.23		\$1,628,066.26
308 ANSONIA	6900	311PG		20-Dec-96	30-Apr-97	\$172,810.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$172,810.00
309 STAMFORD	7000	414PG		20-Dec-96	N/A	\$264,019.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$264,019.00
BRIDGEPORT EAST-SIDE													
310 STP	6000	206C&C1		22-Jan-97	31-Jul-00	\$12,500,439.99	\$0.00	\$0.00	\$0.00	\$0.00	\$32,033,046.20		\$44,533,486.19
311 BRIDGEPORT		416PG		11-Feb-97		\$395,582.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$395,582.00
312 NEW HAVEN	5000	272CD1		19-Mar-97	30-Sep-98	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00
313 NORWICH	3800	298C		24-Mar-97	30-Jun-99	\$1,335,070.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,507,962.00		\$2,843,032.00
314 NORTH CANAAN		380007RIV		25-Mar-97	N/A	\$28,732.50	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$28,732.50
315 NEW CANAAN	7401	185D/C		31-May-99	31-May-99	\$2,639,354.00	\$0.00	\$0.00	\$0.00	\$0.00	\$12,440,686.00		\$15,080,040.00
316 WATERBURY	6900	201C		30-May-97	31-Jul-00	\$26,743,550.90	\$1,968,510.00	\$0.00	\$200,000.00	\$0.00	\$80,363,281.75		\$109,275,342.65
317 DARIEN		407PG		06-Jun-97		\$90,750.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$90,750.00
TOTAL FOR FISCAL YEAR 1996-1997						\$56,764,542.59	\$2,157,298.18	\$0.00	\$748,667.00	\$0.00	\$176,874,399.17		\$236,544,906.94

STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION
PROJECTS FUNDED BY THE CLEAN WATER FUND

FY 1998													
MUNICIPALITY	RIVER BASIN	CWF PROJECT NO.	TOWN ID	Date of AGREEMENT	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT	STATE LIS GRANT AMOUNT	FEDERAL DIRECT LOAN AMOUNT 21015	NON-SRF CWF STATE LOAN NO AMOUNT 21014	STATE MATCH TITLE VI AMOUNT 21015	TITLE VI SRF REV LOAN AMOUNT 21015	FY2003 to FY2006) L.I.S.R.A. TITLE VI FED GRANT	TOTAL SRF PROJECT FUNDING
WESTBROOK, MDL		8015COVE		03-Sep-97	N/A	\$0.00	\$65,275.00	\$0.00	\$0.00	\$0.00	\$0.00		\$65,275.00
318 BEACH	4000	371C	83	28-Oct-97	31-Oct-01	\$3,393,752.00	\$0.00	\$0.00	\$0.00	\$0.00	\$2,525,940.00		\$6,919,692.00
320 BRANFORD	5000	358D	14	30-Dec-97	30-Sep-98	\$192,515.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,270,151.00		\$1,462,666.00
321 WEST HAVEN	5000	425PG	156	31-Dec-97	30-NOV-97	\$35,310.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$35,310.00
322 STRATFORD	6000	246CD2	138	31-Dec-97	31-Dec-97	\$139,556.45	\$0.00	\$0.00	\$0.00	\$0.00	\$572,272.73		\$711,829.18
323 PLAINFIELD	3700	417PG	109	12-Jan-98	01-Oct-98	\$164,340.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$164,340.00
324 WESTBROOK	5000	128PG	154	15-Jan-98		\$154,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$154,000.00
325 MERIDEN	5200	388C	80	26-Jan-98	31-Dec-97	\$126,752.91	\$0.00	\$0.00	\$0.00	\$0.00	\$571,352.50		\$698,105.41
326 NEW BRITAIN	4600	400PG	89	25-Feb-98	30-Nov-98	\$510,389.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$510,389.00
327 MERIDEN		388PG	80	26-Feb-98		\$30,878.13	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$30,878.13
NEW HAVEN													
328 (C1+AMEND)	5000	272CD2	93	20-Mar-98	30-Sep-98	\$2,131,992.55	\$0.00	\$0.00	\$0.00	\$0.00	\$2,225,629.00		\$4,357,621.55
329 MDC	4000	361C		15-Apr-98	31-Dec-99	\$2,557,675.37	\$0.00	\$0.00	\$10,100.00	\$0.00	\$2,624,978.51		\$5,192,753.88
330 LITCHFIELD	6900	181C	74	19-May-98	31-Jul-98	\$127,696.74	\$0.00	\$0.00	\$78,559.99	\$0.00	\$491,867.24		\$698,123.97
331 WEST HAVEN	5000	347C	156	29-May-98	30-Nov-99	\$381,053.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,618,947.00		\$2,000,000.00
332 ANSONIA		311PG1	2	12-Jun-98	09-Nov-99	\$223,740.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$223,740.00
333 BURLINGTON		321CD1**	20	30-Jun-98	31-Oct-99	\$120,635.47	\$0.00	\$0.00	\$0.00	\$0.00	\$518,460.29		\$639,095.76
334 DEP		380011C		30-Jun-98	N/A	\$56,575.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$56,575.00
TOTAL FOR FISCAL YEAR 1997-1998						\$10,346,861.62	\$65,275.00	\$0.00	\$88,659.99	\$0.00	\$13,419,598.27		\$23,920,394.88

** Burlington 321-CD1 was increased in July '99. There are two Interim Funding Obligations \$324,543.48 + \$326,400 = \$650,943.48. Both Notes are due at the same time-- April 30, 2000

STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION PROJECTS FUNDED BY THE CLEAN WATER FUND

FY 1999													
MUNICIPALITY	RIVER BASIN	CWF PROJECT NO.	TOWN ID	DATE OF AGREEMENT	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT	STATE LIS GRANT AMOUNT	FEDERAL DIRECT LOAN AMOUNT 21015	NON-SRF CWF STATE LOAN NO AMOUNT 21014	STATE MATCH TITLE VI AMOUNT 21014	TITLE VI SRF REV LOAN AMOUNT 21015	(FY2003 to FY2006) L.I.S.R. A. TITLE VI FED GRANT	TOTAL SRF PROJ-JECT FUNDING
FAIRFIELD		245C	51	09-Jul-98	01-Jul-98	\$150,708.06	\$0.00	\$0.00	\$0.00	\$0.00	\$830,224.09		\$980,932.15
DEP		380011C RIV		16-Jul-98	N/A	\$56,575.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$56,575.00
WOODSTOCK		413PG	169	17-Jul-98	N/A	\$16,927.82	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$16,927.82
OXFORD		423PG	108		N/A	\$37,603.91	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$37,603.91
PUTNAM		380006C RIV	116	27-Jul-98	N/A	\$100,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$100,000.00
STONINGTON	2106	196CD1	137	27-Aug-98	31-Dec-99	\$258,096.07	\$0.00	\$0.00	\$0.00	\$0.00	\$1,148,280.02		\$1,406,376.09
FAIRFIELD		399D	51	28-Aug-98	01-Jul-98	\$266,436.99	\$0.00	\$0.00	\$0.00	\$0.00	\$2,280,106.00		\$2,546,542.99
THOMASTON		197C	140	31-Aug-98	31-Mar-01	\$1,722,429.72	\$0.00	\$0.00	\$0.00	\$0.00	\$9,091,656.21		\$10,814,085.93
MIDDLEFIELD		182C	82	31-Aug-98	30-Nov-00	\$373,387.52	\$0.00	\$0.00	\$0.00	\$0.00	\$3,271,712.48		\$3,645,100.00
DANBURY		380002C RIV	34	21-Sep-98	N/A	\$62,580.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$62,580.00
NAUGATUCK	6900	184CD1	88	14-May-99	01-Sep-99	\$135,527.67	\$0.00	\$0.00	\$0.00	\$0.00	\$566,968.66		\$702,496.33
NEW LONDON		390C	95	30-Sep-98	31-Mar-99	\$384,859.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,615,141.00		\$2,000,000.00
SIMSBURY		392PG	128	14-Dec-98	01-Jan-99	\$68,557.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$68,557.00
NEW HAVEN		431PG	93	13-Nov-98	31-Dec-99	\$1,177,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$1,177,000.00
WEST HAVEN (see 348-C1)		348C	156	24-Nov-98	30-Nov-00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$4,407,221.95		\$4,407,221.95
DARIEN		407C	35	26-Jan-99	01-Dec-00	\$216,403.49	\$0.00	\$0.00	\$0.00	\$0.00	\$894,671.31		\$1,111,074.80
NORWALK		397C	103	26-Jan-99	31-Jan-99	\$159,259.08	\$0.00	\$0.00	\$0.00	\$0.00	\$673,270.05		\$832,529.13
MDC		319C		16-Feb-99	31-Dec-98	\$419,975.13	\$0.00	\$0.00	\$0.00	\$0.00	\$1,691,004.51		\$2,110,979.64
OLD SAYBROOK		116PG	106	22-Mar-99	31-Mar-99	\$204,146.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$204,146.00
WEST HAVEN		444C	156	16-Feb-99	30-Sep-00	\$397,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,603,000.00		\$2,000,000.00
ENFIELD		403C	49	07-May-99	30-Aug-00	\$360,229.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$360,229.00
FAIRFIELD		399C	51	14-May-99	30-Jul-02	\$8,537,526.14	\$0.00	\$0.00	\$0.00	\$0.00	\$29,436,398.86		\$37,973,925.00
MANCHESTER		380016C RIV	77	21-Dec-98	30-Jun-99	\$100,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$100,000.00
MDC		383C		10-Mar-99	30-Jun-99	\$1,009,706.47	\$0.00	\$0.00	\$0.00	\$0.00	\$4,241,333.51		\$5,251,039.98
TOTAL FOR FISCAL YEAR 1998-1999						\$16,214,934.07	\$0.00	\$0.00	\$0.00	\$0.00	\$61,750,988.65		\$77,965,922.72

STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION
PROJECTS FUNDED BY THE CLEAN WATER FUND

FY 2000														
	MUNICIPALITY	RIVER BASIN	CWF PROJECT NO.	TOWN ID	Date of AGREEMENT	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT	STATE LIS GRANT AMOUNT	FEDERAL DIRECT LOAN AMOUNT 21015	NON-SRF CWF STATE LOAN NO AMOUNT 21014	STATE MATCH TITLE VI AMOUNT 21015	TITLE VI SRF REV LOAN AMOUNT 21015	(FY2003 to FY2006) L.I.S.R.A. TITLE VI FED GRANT	TOTAL SRF PROJECT FUNDING
359	DERBY		367C	37	06-Jul-99	26-Feb-00	\$674,613.00	\$0.00	\$0.00	\$0.00	\$0.00	\$2,347,440.00		\$3,022,053.00
360	NEW HAVEN		350C	93	28-Jul-99	30-Sep-02	\$3,092,371.21	\$0.00	\$0.00	\$0.00	\$0.00	\$3,364,745.00		\$6,457,116.21
361	WATERBURY		344C	151	31-Aug-99	30-Apr-02	\$9,721,550.94	\$0.00	\$0.00	\$750,000.00	\$0.00	\$10,797,352.74		\$21,268,903.68
362	BRISTOL		415PG	17	29-Oct-99	COMPLETE	\$522,500.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$522,500.00
363	WETHERSFIELD		380009C RIV	159	31-Aug-99		\$17,100.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		
364	STAMFORD		414D	135	25-Jan-00	30-Jun-00	\$381,812.00	\$0.00	\$0.00	\$0.00	\$0.00	\$3,574,208.37		\$3,956,020.37
365	WOLCOTT		398PG	166	17-Apr-00	COMPLETE	\$25,864.09	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$25,864.09
366	SOUTHINGTON		9913BMR	131	18-May-00		\$0.00	\$67,600.00	\$0.00	\$0.00	\$0.00	\$0.00		\$67,600.00
367	WALLINGFORD		479BMR	148	24-Feb-00		\$0.00	\$55,900.00	\$0.00	\$0.00	\$0.00	\$0.00		\$55,900.00
368	NORTH HAVEN		9914BMR	101	17-Apr-00		\$0.00	\$25,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$25,000.00
369	BRIDGEPORT		4907BMR	15	28-Jan-00		\$0.00	\$276,841.61	\$0.00	\$0.00	\$0.00	\$0.00		\$276,841.61
370	BRANFORD		358C	14	18-May-00	30-Sep-02	\$3,615,925.00	\$0.00	\$0.00	\$0.00	\$0.00	\$20,929,996.75		\$24,545,921.75
371	PORTLAND		340C	113	31-May-00	31-Jan-01	\$723,351.29	\$143,436.30	\$0.00	\$0.00	\$0.00	\$4,031,639.45		\$4,898,427.00
TOTAL FOR FISCAL YEAR 1999-2000							\$18,775,087.49	\$568,777.91	\$0.00	\$750,000.00	\$0.00	\$45,045,382.31		\$65,122,147.71

STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION
PROJECTS FUNDED BY THE CLEAN WATER FUND

FY 2001													
MUNICIPALITY	RIVER BASIN	CWF PROJECT NO.	TOWN ID	Date of AGREEMENT	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT 21014-999	STATE LIS GRANT AMOUNT 21014-999	FEDERAL DIRECT LOAN AMOUNT 21015-40001	NON-SRF CWF STATE LOAN NO AMOUNT 21014-40001	STATE MATCH TITLE VI AMOUNT 21015-40001	TITLE VI SRF REV LOAN AMOUNT 21015-42318	(FY2003 to FY2006) L.I.S.R.A. TITLE VI FED GRANT	TOTAL SRF PROJECT FUNDING
372	CHESHIRE	915BNR	25	27-Sep-00	31-Mar-01	\$0.00	\$51,500.00	\$0.00	\$0.00	\$0.00	\$0.00		\$51,500.00
373	GLASTONBURY	454PG	54	05-Oct-00	31-Dec-00	\$90,163.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$90,163.00
374	PLAINFIELD	417PG1	109	13-Oct-00	31-Mar-01	\$135,075.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$135,075.00
375	SUFIELD	478PG	139	13-Oct-00	30-Sep-01	\$190,088.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$190,088.00
376	GREENWICH	430C	57	31-Oct-00	31-Oct-99	\$172,169.00	\$0.00	\$0.00	\$0.00	\$0.00	\$708,676.00		\$880,845.00
377	PLYMOUTH	458PG	111	07-Nov-00	31-Oct-00	\$13,750.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$13,750.00
378	ANSONIA	311PG2	2	07-Nov-00	01-Mar-01	\$64,968.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$64,968.00
379	COVENTRY	461PG	32	07-Nov-00	30-Apr-01	\$58,300.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$58,300.00
380	STRATFORD	366PG	138	15-Nov-00	31-Mar-01	\$199,878.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$199,878.00
381	NEW LONDON	455PDC	95	22-Sep-00	30-Aug-01	\$701,767.00	\$0.00	\$0.00	\$0.00	\$0.00	\$2,014,170.00		\$2,715,937.00
382	BRIDGEPORT	283PG	15	13-Dec-00	30-Nov-00	\$0.00	\$483,945.00	\$0.00	\$0.00	\$0.00	\$0.00		\$483,945.00
383	WOODBRIIDGE	434PG	167	07-Dec-00	31-Oct-00	\$43,022.10	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$43,022.10
384	NORWALK	190CD1	103	15-Dec-00	31-Dec-01	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	see FY 03-04	
385	MDC	405C		14-Dec-00	31-Dec-01	\$1,983,761.70	\$0.00	\$0.00	\$0.00	\$0.00	\$8,163,200.00		\$10,146,961.70
386	MDC	267C		14-Dec-00	30-Sep-02	\$1,235,142.64	\$0.00	\$0.00	\$0.00	\$0.00	\$5,213,045.87		\$6,448,188.51
387	SOUTHBURY	477PG	130	13-Dec-00	01-Dec-01	\$0.00	\$126,557.00	\$0.00	\$0.00	\$0.00	\$0.00		\$126,557.00
388	NEW MILFORD	292PG	96	21-Dec-00	30-Jun-01	\$0.00	\$106,843.00	\$0.00	\$0.00	\$0.00	\$0.00		\$106,843.00
389	WOODBRIIDGE	434C	167	20-Dec-00	31-Jan-01	\$69,038.99	\$0.00	\$0.00	\$0.00	\$0.00	\$312,272.14		\$381,311.13
390	NEW HAVEN (see 463-C1)	463C	93	10-Nov-00	31-Jan-01		\$0.00	\$0.00	\$0.00	\$0.00			
391	WEST HAVEN	346C	156	30-Jun-03	31-Dec-02	\$188,396.72	\$0.00	\$0.00	\$0.00	\$0.00	\$801,944.68		\$990,341.40
392	SHELTON	411PG	126	28-Sep-00	N/A	\$220,689.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$220,689.00
393	STONINGTON	456PG	131	26-Jan-01	01-Jun-02	\$0.00	\$277,302.00	\$0.00	\$0.00	\$0.00	\$0.00		\$277,302.00
394	PLAINVILLE	432PG	110	22-Feb-01	01-Mar-01	\$48,889.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$48,889.00
395	LITCHFIELD rolled to 499-C	499D	74	26-Jan-01	31-Mar-01	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00
396	NORWICH	349C	104	07-Feb-01	31-Dec-01	\$840,755.93	\$0.00	\$0.00	\$0.00	\$0.00	\$880,593.57		\$1,721,349.50
397	WATERBURY	201CD1	6900	31-Dec-00	31-Dec-02	\$2,202,111.10	\$0.00	\$0.00	\$0.00	\$0.00	\$1,137,959.03		\$3,340,070.13
398	NEW LONDON	390CD1	95	27-Feb-01	31-Dec-00	\$165,215.20	\$0.00	\$0.00	\$0.00	\$0.00	\$700,860.78		\$866,075.98
399	GROTON	386PG1	59	07-Mar-01		\$96,062.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$96,062.00
400	WEST HAVEN	348C1	156	28-Feb-01	30-Dec-03	\$1,264,588.71	\$0.00	\$0.00	\$0.00	\$0.00	\$1,728,830.65		\$2,993,419.36
401	BRISTOL	464PG	17	10-Apr-01	01-Apr-02	\$0.00	\$223,795.00	\$0.00	\$0.00	\$0.00	\$0.00		\$223,795.00
402	SOUTH WINDSOR	459PDC	132	12-Apr-01	01-Jul-01	\$209,110.10	\$0.00	\$0.00	\$0.00	\$0.00	\$800,000.00		\$1,009,110.10
403	CHESHIRE	394PG	25	23-May-01		\$104,082.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$104,082.00
404	NORWALK	190L1	103	24-Apr-01	01-Jul-01	\$0.00	\$0.00	\$0.00	\$4,930,814.87	\$0.00	\$0.00		\$4,930,814.87
405	BRISTOL	498DC	17	20-Jun-01	30-Jun-01	\$339,830.05	\$0.00	\$0.00	\$0.00	\$0.00	\$1,483,380.00		\$1,823,210.05
406	BRISTOL	415DC	17	27-Nov-00	30-Jun-01	\$346,894.05	\$0.00	\$0.00	\$0.00	\$0.00	\$1,409,533.19		\$1,756,427.24
407	BRIDGEPORT	409D	15	03-Apr-01	30-Apr-03	\$581,711.20	\$0.00	\$0.00	\$0.00	\$0.00	\$611,284.90		\$1,192,996.10
TOTAL FOR FISCAL YEAR 2000-2001*						\$11,565,458.49	\$1,269,942.00	\$0.00	\$4,930,814.87	\$0.00	\$25,965,750.36		\$43,731,966.22

*Adjusted Balances after Project Completions

STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION
PROJECTS FUNDED BY THE CLEAN WATER FUND

FY 2002													
MUNICIPALITY	RIVER BASIN	CWF PROJECT NO.	TOWN ID	Date of AGREEMENT	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT 21014-999	STATE LIS GRANT AMOUNT 21014-999	FEDERAL DIRECT LOAN AMOUNT 21015-40001	NON-SRF CWF STATE LOAN NO AMOUNT 21014-40001	STATE MATCH TITLE VI AMOUNT 21015-40001	TITLE VI SRF REV LOAN AMOUNT 21015-42318	(FY2003 to FY2006) L.I.S.R.A. TITLE VI FED GRANT	TOTAL SRF PROJECT FUNDING
408 BERLIN	4600	391PG1	7	11-Jul-01	31-Mar-99	\$33,550.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$33,550.00
409 POINT O' WOODS		501PG		05-Jul-01	30-Sep-01	\$70,226.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$70,226.00
410 EAST HAMPTON		480C	42	26-Jul-01	31-Dec-01	\$201,571.44	\$0.00	\$0.00	\$0.00	\$0.00	\$503,694.17		\$705,265.61
NEW HAVEN [see 463-C and the * below]													
411 NEW HAVEN [see 463-C and the * below]		463C1	93	17-Jul-01	31-Jan-04	\$10,073,288.11	\$0.00	\$0.00	\$0.00	\$0.00	\$11,236,715.91		\$21,310,004.02
412 WATERBURY		351C	151	24-Aug-01	30-Apr-03	\$1,057,559.27	\$0.00	\$0.00	\$0.00	\$0.00	\$2,953,070.35		\$4,010,630.12
413 MDC		494C		30-Oct-01	31-Dec-02	\$1,968,392.17	\$0.00	\$0.00	\$0.00	\$0.00	\$2,168,791.99		\$4,137,184.16
414 STAMFORD		414C	135	21-Dec-01	31-Aug-05	\$8,035,157.45	\$15,626,407.00	\$0.00	\$0.00	\$0.00	\$73,561,480.55		\$97,223,045.00
415 NEW BRITAIN		400DC	89	11-Jan-02	31-Jan-03	\$578,186.10	\$0.00	\$0.00	\$0.00	\$0.00	\$2,317,895.80		\$2,896,081.90
416 MIDDLETOWN		487PG	83	Feb. 15, 02	Feb. 28, 03	\$0.00	\$54,175.00	\$0.00	\$0.00	\$0.00	\$0.00		\$54,175.00
417 BRIDGEPORT		372CD2	15	Mar. 11, 02	Mar. 31, 03	\$1,186,483.65	\$0.00	\$0.00	\$0.00	\$0.00	\$649,569.97		\$1,836,053.82
418 MIDDLETOWN		487PG	83	15-Mar-02	28-Feb-03	\$0.00	\$54,175.00	\$0.00	\$0.00	\$0.00	\$0.00		\$54,175.00
419 LITCHFIELD		499C	74	28-Mar-02	31-Jul-03	\$1,076,058.36	\$0.00	\$0.00	\$0.00	\$0.00	\$4,595,197.56		\$5,671,255.92
420 GREENWICH		364C	57	Jan. 15, 02	31-Dec-03	\$1,578,306.09	\$0.00	\$0.00	\$0.00	\$0.00	\$8,671,619.50		\$10,249,925.59
421 MDC-WETH. COVE		451C	159	15-Apr-02	30-Jun-04	\$3,991,349.00	\$0.00	\$0.00	\$0.00	\$0.00	\$3,987,009.88		\$7,978,358.88
422 MILFORD		502PG	84	13-Mar-02	1-Aug-02	\$0.00	\$311,850.00	\$0.00	\$0.00	\$0.00	\$0.00		\$311,850.00
423 LEDYARD		505PG	72	03-May-02	1-May-02	\$0.00	\$36,438.00	\$0.00	\$0.00	\$0.00	\$0.00		\$36,438.00
424 SHARON		506PG	125	20-May-02	30-Apr-03	\$0.00	\$77,550.00	\$0.00	\$0.00	\$0.00	\$0.00		\$77,550.00
425 FARMINGTON		440PG	52	11-Apr-02	1-Jul-02	\$0.00	\$48,886.00	\$0.00	\$0.00	\$0.00	\$0.00		\$48,886.00
426 SOUTH WINDSOR		503PG	132	01-Apr-02	1-Aug-02	\$0.00	\$132,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$132,000.00
427 NAUGATUCK		555PG	88	20-Jun-02	31-May-02	\$0.00	\$26,950.00	\$0.00	\$0.00	\$0.00	\$0.00		\$26,950.00
428 PORTLAND		3401C	113	NO IFO	31-Dec-02	\$206,813.38	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$206,813.38
429 BRISTOL		504C	17	30-Jun-03	31-Dec-02	\$358,357.28	\$0.00	\$0.00	\$0.00	\$0.00	\$1,488,101.08		\$1,846,458.36
TOTAL FOR FISCAL YEAR 2001-2002**						\$30,383,842.68	\$16,314,256.00	\$0.00	\$0.00	\$0.00	\$112,133,146.76		\$158,831,245.44

* Total Project Funding is the sum of 463-C & 463-C1

** Adjusted Balances after Project Completions

STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION
PROJECTS FUNDED BY THE CLEAN WATER FUND

FY 2003													
MUNICIPALITY	RIVER BASIN	OWF PROJECT NO.	TOWN ID	Date of AGREEMENT	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT 21014-999	STATE LIS GRANT AMOUNT 21014-999	FEDERAL DIRECT LOAN AMOUNT 21015-40001	NON-SRF CWF STATE LOAN NO. AMOUNT 21014-40001	STATE MATCH TITLE VI AMOUNT 21015-4001	TITLE VI SRF REV LOAN AMOUNT 21015-42318	(FY2003 to FY2006) L.I.S.R.A. TITLE VI FED GRANT	TOTAL SRF PROJECT FUNDING
430 WINDSOR LOCKS		436PDC	165	26-Nov-02	31-May-02	\$635,136.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,715,669.00		\$2,350,805.00
431 STAFFORD		558PG	134	28-Oct-02	30-Sep-02	\$0.00	\$44,000.00	\$0.00	\$0.00	\$0.00	\$0.00		\$44,000.00
432 SALISBURY		193PDC	122	NA	1-Jul-02	\$57,251.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$57,251.00
433 BRIDGEPORT		416C	15	31-Jul-02	23-Jul-03	1,376,309.48	\$0.00	\$0.00	\$0.00	\$0.00	\$3,384,910.66		\$4,761,220.14
433 PLAINFIELD		417C	109	17-Jan-03	30-Nov-03	355,224.12	\$0.00	\$0.00	\$0.00	\$0.00	\$1,606,152.00		\$1,961,376.12
434 BRISTOL		562C	17	20-Feb-03	30-Nov-03	\$165,015.00	\$0.00	\$0.00	\$0.00	\$0.00	\$693,527.00		\$858,542.00
435 NEW BRITAIN		488C	89	24-Feb-03	30-May-04	681,388.18	\$0.00	\$0.00	\$0.00	\$0.00	\$2,695,514.85		\$3,376,903.03
436 FARMINGTON		517PG	52	NA	31-Jan-03	\$0.00	\$28,125.00	\$0.00	\$0.00	\$0.00	\$0.00		\$28,125.00
437 MIDDLE TOWN		362C	83	24-Apr-03	30-Jun-05	1,224,506.01	\$0.00	\$0.00	\$0.00	\$0.00	\$1,574,008.06		\$2,798,514.07
438 KILLINGLY		524PG	69	NA	01-Aug-04	\$0.00	\$96,355.00	\$0.00	\$0.00	\$0.00	\$0.00	96,335.00	\$96,355.00
439 PLAINVILLE		542PG	110	NA	1-Apr-03	\$0.00	\$110,500.00	\$0.00	\$0.00	\$0.00	\$0.00	77,500.00	\$110,500.00
TOTAL FOR FISCAL YEAR 2002-2003 *						\$4,494,829.79	\$278,980.00	\$0.00	\$0.00	\$0.00	\$11,669,781.57	173,835.00	\$16,443,591.36

*Adjusted Balances after Project Completions

STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION
PROJECTS FUNDED BY THE CLEAN WATER FUND

FY 2004													
MUNICIPALITY	RIVER BASIN	CWF PROJECT NO.	TOWN ID	Date of AGREEMENT	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT 21014-999	STATE LIS GRANT AMOUNT 21014-999	FEDERAL DIRECT LOAN AMOUNT 21015-40001	NON-SRF CWF STATE LOAN NQ AMOUNT 21014-40001	STATE MATCH TITLE VI AMOUNT 21015-40001	TITLE VI SRF REV LOAN AMOUNT 21015-42318	(FY2003 to FY2006) L.I.S.R.A. TITLE VI FED GRANT	TOTAL SRF PROJECT FUNDING
440	MDC	508PG	Connecticut	18-Jul-03	30-Jun-03	0	\$149,348.00	0	0	0	0	\$128,906.00	\$149,348.00
441	NEW HARTFORD	560PG	Farmington	24-Jul-03	30-Sep-03	\$45,161.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$45,161.00
442	ANSONIA	554PG	Naugatuck	30-Jul-03	01-Jul-04	\$0.00	\$198,925.00	\$0.00	\$0.00	\$0.00	\$0.00	\$120,000.00	\$198,925.00
443	TORRINGTON	546PG	Naugatuck	30-Jul-03	01-Jul-04	\$0.00	\$101,172.00	\$0.00	\$0.00	\$0.00	\$0.00	\$101,172.00	\$101,172.00
444	MERIDEN	382PG	Quinnipiac	30-Jul-03	01-Aug-03	\$0.00	\$253,562.00	\$0.00	\$0.00	\$0.00	\$0.00	\$82,997.00	\$253,562.00
445	WINDHAM	551PG	Thames	30-Jul-03	31-Mar-04	\$0.00	\$169,063.00	\$0.00	\$0.00	\$0.00	\$0.00	\$85,525.00	\$169,063.00
446	NEW HAVEN (see amend FY05)	563DC	Quinnipiac	15-Aug-03	31-Aug-05	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
447	PUTNAM	449PG	Thames	2-Sep-03	1-Apr-04	\$0.00	\$59,955.00	\$0.00	\$0.00	\$0.00	\$0.00	\$59,955.00	\$59,955.00
448	WEST HAVEN	549PG	Quinnipiac	2-Sep-03	31-Dec-03	\$0.00	\$303,268.00	\$0.00	\$0.00	\$0.00	\$0.00	\$239,260.00	\$303,268.00
449	NORWICH	448PG	Thames	3-Dec-03	1-Jul-04	\$0.00	\$117,821.00	\$0.00	\$0.00	\$0.00	\$0.00	\$117,821.00	\$117,821.00
450	WINCHESTER	553PG	Farmington	30-Oct-03	1-Jul-04	\$0.00	\$23,250.00	\$0.00	\$0.00	\$0.00	\$0.00	\$23,250.00	\$23,250.00
451	STAFFORD	194PG	Thames	18-Nov-03	1-Oct-04	\$0.00	\$57,410.00	\$0.00	\$0.00	\$0.00	\$0.00	\$57,410.00	\$57,410.00
452	PLAINFIELD	191PG	Thames	22-Dec-03	1-Nov-04	\$0.00	\$24,500.00	\$0.00	\$0.00	\$0.00	\$0.00	\$24,500.00	\$24,500.00
453	ABBAY OF REGINA	380024C RIV	Housatonic	22-Dec-03		\$50,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$50,000.00
454	LAUDIS	346CD1	Quinnipiac	10-Dec-03	30-Jun-04	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
455	WEST HAVEN	348CD1	Quinnipiac	30-Dec-04	31-Mar-06	\$415,101.29	\$0.00	\$0.00	\$0.00	\$0.00	\$617,707.40	\$0.00	\$1,032,808.69
456	NORWALK	190CD1	Gold Coast	30-Dec-03	30-Jun-04	\$1,581,833.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,830,186.54	\$0.00	\$3,412,019.54
457	SPRAGUE	564PG	Thames	6-Jan-04	1-Aug-04	\$0.00	\$36,572.00	\$0.00	\$0.00	\$0.00	\$0.00	\$36,572.00	\$36,572.00
458	NORFOLK SEWER DISTRICT	565PG	Housatonic	22-Mar-04	1-Mar-05	\$88,135.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$88,135.00
459	WOODRIDGE LAKE SEWER DISTRICT	519PG	Housatonic	22-Mar-04	31-Jul-04	\$0.00	\$94,302.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$94,302.00
460	COVENTRY	461DC	Thames	22-Dec-02	30-Jun-07	\$1,598,358.54	\$0.00	\$0.00	\$0.00	\$0.00	\$6,263,436.66	\$0.00	\$7,861,795.20
461	DANBURY	515PG	Housatonic	16-Apr-04	1-Feb-05	\$23,700.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$23,700.00
462	MANCHESTER	380017River -1Rest.	Connecticut	16-Apr-04		\$60,738.24	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$60,738.24
463	BRIDGEPORT	559C	Gold Coast	22-Dec-03	30-Jun-05	\$308,829.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,260,316.00	\$0.00	\$1,569,145.00
TOTAL FOR FISCAL YEAR 2003-2004 *						\$4,171,256.07	\$1,589,148.00	\$0.00	\$0.00	\$0.00	\$9,971,646.60	\$1,077,368.00	\$15,732,050.67
* Adjusted Balances after Project Completions													

STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION
PROJECTS FUNDED BY THE CLEAN WATER FUND

FY 2005													
MUNICIPALITY	RIVER BASIN	CWF PROJECT NO.	TOWN ID	Date of AGREEMENT	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT 21014-999	STATE LIS GRANT AMOUNT 21014-999	FEDERAL DIRECT LOAN AMOUNT 21015-40001	NON-SRF CWF STATE LOAN NO AMOUNT 21014-40001	STATE MATCH TITLE VI AMOUNT 21015-40001	TITLE VI SRF REV LOAN AMOUNT 21015-42318	(FY2003 to FY2006) L.I.S.R.A. TITLE VI FED GRANT	TOTAL SRF PROJECT FUNDING
464 NEW HAVEN		509PG	93	12-Jul-04	1-Jul-04	\$0.00	\$79,500.00	\$0.00	\$0.00	\$0.00	\$0.00	\$79,500.00	\$79,500.00
465 WATERBURY		351CD1	151	19-Aug-04	31-May-05	\$366,279.22	\$0.00	\$0.00	\$0.00	\$0.00	\$1,340,976.53	\$0.00	\$1,707,255.75
MATTABASSETT DISTRICT		567PG	556	2-Sep-04	1-Mar-05	\$0.00	\$259,472.00	\$0.00	\$0.00	\$0.00	\$0.00	\$259,472.00	\$259,472.00
467 DEEP RIVER		500C	36	30-Jul-04	30-Apr-06	\$1,125,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$3,375,000.00	\$0.00	\$4,500,000.00
468 STRATFORD		366D	138	2-Sep-04	30-Jun-05	\$0.00	\$416,418.00	\$0.00	\$0.00	\$0.00	\$1,297,068.00	\$1,713,486.00	\$1,713,486.00
469 SOUTH WINDSOR		109CSL	132	23-Sep-04	31-May-05	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$402,727.00	\$0.00	\$402,727.00
470 BRIDGEPORT		409C	15	10-Sep-04	31-Jul-06	\$1,886,749.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,911,749.00	\$0.00	\$3,798,498.00
471 WATERBURY		201CD2	151	28-Oct-04	31-Jul-07	\$2,022,647.05	\$0.00	\$0.00	\$0.00	\$0.00	\$3,438,594.17	\$0.00	\$5,461,241.22
472 NEW HAVEN		563C1	93	2-Nov-04	31-Aug-05	\$8,861,757.50	\$0.00	\$0.00	\$0.00	\$0.00	\$8,961,757.50	\$0.00	\$17,823,515.00
473 EAST HAMPTON		556PG	42	16-Dec-04	1-Feb-05	\$77,880.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$77,880.00
474 WEST HAVEN		346CD2	156	30-Dec-04	30-Nov-06	\$208,603.28	\$0.00	\$0.00	\$0.00	\$0.00	\$801,055.32	\$0.00	\$1,009,658.60
475 MILFORD		502D	84	31-Jan-05	30-Sep-05	\$803,475.00	\$0.00	\$0.00	\$0.00	\$0.00	\$2,561,525.00	\$0.00	\$3,365,000.00
476 NEW HAVEN		463CD1	93	31-Jan-05	30-Nov-05	\$1,924,276.89	\$0.00	\$0.00	\$0.00	\$0.00	\$957,546.09	\$0.00	\$2,881,822.98
477 SIMSBURY		392C	128	10-Feb-05	30-Sep-07	\$6,788,572.00	\$0.00	\$0.00	\$0.00	\$0.00	\$20,051,511.00	\$0.00	\$26,840,083.00
478 JEWETT CITY		443C	58	21-Apr-05	31-Mar-05	\$3,134,900.00	\$0.00	\$0.00	\$0.00	\$0.00	\$11,702,090.00	\$0.00	\$14,836,990.00
479 WINDSOR LOCKS		393PG	165	13-May-05	1-Jun-06	\$191,600.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$150,590.00	\$191,600.00
480 THOMPSON		570PG	141	13-May-05	31-Mar-06	\$54,781.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$54,781.00	\$54,781.00
481 WEST HAVEN		549PG1	156	29-Apr-05	31-Dec-05	\$9,425.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$9,425.00
482 STAFFORD		194PG1	134	13-May-05	31-Dec-05	\$9,750.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$9,750.00	\$9,750.00
483 NORWICH		448PG1	104	27-Jun-05	31-Dec-05	\$101,092.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$101,092.00
484 SPRAGUE		564PG1	133	29-Apr-05	31-Dec-05	\$51,891.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$51,891.00
TOTAL FOR FISCAL YEAR 2004-2005*						\$27,618,678.94	\$755,390.00	\$0.00	\$0.00	\$0.00	\$56,801,559.61	\$2,267,579.00	\$85,175,668.55
*Adjusted Balances after Project Completions													

STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION
PROJECTS FUNDED BY THE CLEAN WATER FUND

FY 2006												
MUNICIPALITY	CWF PROJECT NUMBER	TOWN ID	CONTRACT / IFO DATE	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT 21014-999	STATE LIS GRANT AMOUNT 21016-999	TITLE VI FEDERAL DIRECT LOAN AMOUNT 21015-40001	NON-SRF CWF STATE LOAN NO. AMOUNT 21014-40001	STATE MATCH TITLE VI AMOUNT 21015-40001	TITLE VI SRF REV LOAN AMOUNT 21015-42318	(FY2003 to FY2006) L.I.S.R.A. - TITLE VI FED GRANT	TOTAL SRF PROJECT FUNDING
485	CHESHIRE	481 C	07-Jul-05	31-Mar-07	\$2,223,560.57	\$0.00	\$0.00	\$0.00	\$0.00	\$5,226,439.43	\$0.00	\$7,450,000.00
486	ANSONIA	311.00 C	13-Jul-05	30-Sep-06	\$913,668.00	\$0.00	\$0.00	\$0.00	\$0.00	\$5,319,961.00	\$0.00	\$6,233,629.00
487	PLAINVILLE	542 D	18-Jul-05	31-Mar-06	\$219,648.00	\$0.00	\$0.00	\$0.00	\$0.00	\$733,677.00	\$953,325.00	\$953,325.00
488	WESTPORT	550 C	19-Jul-05	1-Sep-06	\$8,214,369.00	\$0.00	\$0.00	\$0.00	\$0.00	\$29,308,869.00	\$0.00	\$37,523,238.00
489	MARLBOROUGH	210 D	13-Jul-05	31-Jan-06	\$241,664.00	\$0.00	\$0.00	\$0.00	\$0.00	\$972,991.00	\$0.00	\$1,214,655.00
490	OLD SAYBROOK	116 PG1	01-Aug-05	31-Dec-06	\$132,931.21	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$132,931.21
491	WALLINGFORD	479 C	11-Aug-05	1-Aug-05	\$868,297.20	\$0.00	\$0.00	\$0.00	\$0.00	\$2,187,091.80	\$0.00	\$3,055,389.00
492	WINDHAM	551 D	29-Sept-05	31-Jan-07	\$199,854.00	\$0.00	\$0.00	\$0.00	\$0.00	\$789,646.00	\$989,500.00	\$989,500.00
493	BRANFORD	138 CSL	18-Jan-06	1-Feb-07	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$7,442,287.00	\$0.00	\$7,442,287.00
494	BRIDGEPORT	572 C	31-Jan-06	31-Jan-06	\$154,092.27	\$0.00	\$0.00	\$0.00	\$0.00	\$624,067.02	\$0.00	\$778,159.29
495	MERIDEN	382 D	01-Feb-06	1-Oct-06	\$229,314.00	\$0.00	\$0.00	\$0.00	\$0.00	\$760,419.50	\$989,733.50	\$989,733.50
496	SOUTH WINDSOR	135 CSL	01-Feb-06	1-Jul-06	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,569,370.00	\$0.00	\$1,569,370.00
497	ORANGE	437 PG	23-Feb-06	1-Aug-05	\$11,550.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$11,550.00
498	MANCHESTER	526 C	23-Feb-06	1-May-06	\$237,612.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$237,612.00
499	MILFORD	111 CSL	28-Feb-06	31-Jan-07	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$2,050,307.00	\$0.00	\$2,050,307.00
500	STRAITFORD	105 CSL	09-Mar-06	31-Jan-07	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,964,400.00	\$0.00	\$1,964,400.00
501	NORTH HAVEN	489 C	20-Apr-06	30-Apr-06	\$355,817.83	\$0.00	\$0.00	\$0.00	\$0.00	\$889,771.54	\$0.00	\$1,245,589.37
502	BRISTOL	464 C	20-Apr-06	31-Mar-06	\$201,525.00	\$0.00	\$0.00	\$0.00	\$0.00	\$470,225.00	\$29,250.00	\$671,750.00
503	SHELTON	165 C	27-Apr-06	31-Aug-06	\$4,664,340.70	\$0.00	\$0.00	\$0.00	\$0.00	\$16,907,635.65	\$0.00	\$21,571,976.35
504	NEW BRITAIN	583 C	28-Apr-06	31-Jan-07	\$290,084.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,491,011.00	\$0.00	\$1,781,095.00
505	KILLINGLY	524 PG1	03-May-06	30-Jun-06	\$84,440.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$84,440.00
506	CHESHIRE	112 CSL	22-May-06	31-Mar-07	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,568,900.00	\$0.00	\$1,568,900.00

STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION
PROJECTS FUNDED BY THE CLEAN WATER FUND

FY 2006-(continued)												
MUNICIPALITY	CWF PROJECT NUMBER	TOWN ID	CONTRACT / IFO DATE	SCHEDULED COMPLETION DATE	STATE GRANT AMOUNT 21014-999	STATE LIS GRANT AMOUNT 21016-999	TITLE VI FEDERAL DIRECT LOAN AMOUNT 21015-40001	NON-SRF CWF STATE LOAN NO. AMOUNT 21014-40001	STATE MATCH TITLE VI AMOUNT 21015-40001	SRF REV LOAN AMOUNT 21015-42318	(FY2003 to FY2006) L.I.S.R.A. - TITLE VI FED GRANT	TOTAL SRF PROJECT FUNDING
507	MINCHESTER	553 C	162	19-Jun-06	31-Jan-07	\$294,086.40	\$0.00	\$0.00	\$0.00	\$714,801.60	\$0.00	\$1,008,888.00
508	MDC	578 C	550	29-Jun-06	30-Jun-07	\$5,975,902.00	\$0.00	\$0.00	\$0.00	\$6,126,413.00	\$0.00	\$12,102,315.00
509	MDC	142 CSL	550	29-Jun-06	29-Feb-06	\$0.00	\$0.00	\$0.00	\$0.00	\$6,200,000.00	\$0.00	\$6,200,000.00
	Subtotal FY06 New Commitments											
	FY 2004 Changes											
463	BRIDGEPORT	559 C	15	22-Dec-03	30-June-05	-\$3,978.90	\$0.00	\$0.00	\$0.00	-\$24,125.59	\$0.00	-\$28,104.49
	FY 2005 Changes											
465	WATERBURY	351 CD1	151	19-Aug-04	31-May-05	-\$77,283.60	\$0.00	\$0.00	\$0.00	-\$797,154.13	\$0.00	-\$874,437.73
4478	JEWETT CITY	443 C	58	21-Apr-05	31-Mar-05	-\$10.00	\$0.00	\$0.00	\$0.00	-\$3,530,083.59	\$0.00	-\$3,530,093.59
	Subtotal changes											
	TOTAL FISCAL YEAR 05-06											
						\$25,431,483.68	\$0.00	\$0.00	\$0.00	-\$4,351,363.31	\$0.00	-\$4,432,635.81
						\$69,728,074.11	\$51,656,540.88	\$88,674,634.16	\$19,061,429.35	\$991,736,988.36	\$6,480,590.50	\$1,550,411,345.25
	Cumulative Total Projects 1987—2006											

STATE OF CONNECTICUT - DEPARTMENT OF ENVIRONMENTAL PROTECTION
PROJECTS FUNDED BY THE CLEAN WATER FUND

FISCAL YEAR	STATE GRANT AMOUNT	STATE LIS GRANT AMOUNT 21014-999	TITLE VI FEDERAL DIRECT LOAN AMOUNT 21015-40001	NON-SRF CWF STATE LOAN NO AMOUNT 21014-40001	STATE MATCH TITLE VI AMOUNT 21015-40001	TITLE VI SRF REV LOAN AMOUNT 21015-42318	(FY2003 to FY2006) L.I.S.R.A. TITLE VI FED GRANT	TOTAL SRF PROJECT FUNDING
1987-90	\$23,678,205.35	\$1,152,063.32	\$46,327,505.20	\$32,799,354.00	\$11,553,021.40	\$28,177,928.82	\$0.00	\$143,688,078.09
1990-91	\$19,899,504.71	\$9,989,945.92	\$0.00	\$145,413.92	\$7,508,407.95	\$114,838,604.52	\$0.00	\$152,381,877.02
1991-92	\$8,818,486.02	\$1,239,132.10	\$5,329,035.68	\$3,087,262.96	\$0.00	\$22,926,743.20	\$0.00	\$41,400,659.96
1992-93	\$21,610,216.65	\$10,523,998.03	\$0.00	\$37,858,006.49	\$0.00	\$57,675,394.53	\$0.00	\$127,667,615.70
1993-94	\$18,988,412.72	\$20,233,695.65	\$0.00	\$2,335,341.50	\$0.00	\$86,608,715.63	\$0.00	\$128,166,165.50
1994-95	\$11,910,241.06	\$2,138,136.51	\$0.00	\$5,388,960.56	\$0.00	\$39,649,082.08	\$0.00	\$59,086,420.21
1995-96	\$18,898,736.46	\$1,452,035.49	\$0.00	\$542,152.87	\$0.00	\$39,261,305.55	\$0.00	\$60,154,230.37
1996-97	\$56,764,542.59	\$2,157,298.18	\$0.00	\$748,667.00	\$0.00	\$176,874,399.17	\$0.00	\$236,544,906.94
1997-98	\$10,346,861.62	\$65,275.00	\$0.00	\$88,659.99	\$0.00	\$13,419,598.27	\$0.00	\$23,920,394.88
1998-99	\$16,214,934.07	\$0.00	\$0.00	\$0.00	\$0.00	\$61,750,988.65	\$0.00	\$77,965,922.72
1999-2000	\$18,775,087.49	\$568,777.91	\$0.00	\$750,000.00	\$0.00	\$45,045,382.31	\$0.00	\$65,122,147.71
2000-01	\$11,565,458.49	\$1,269,942.00	\$0.00	\$4,930,814.87	\$0.00	\$25,965,750.86	\$0.00	\$43,731,966.22
2001-02	\$30,383,842.68	\$16,314,256.00	\$0.00	\$0.00	\$0.00	\$112,133,146.76	\$0.00	\$158,831,245.44
2002-03	\$4,494,829.79	\$278,980.00	\$0.00	\$0.00	\$0.00	\$11,669,781.57	\$173,835.00	\$16,443,591.36
2003-04	\$4,171,256.07	\$1,589,148.00	\$0.00	\$0.00	\$0.00	\$9,971,646.60	\$1,077,368.00	\$15,732,050.67
2004-05	\$27,618,678.94	\$755,390.00	\$0.00	\$0.00	\$0.00	\$56,801,599.61	\$2,267,579.00	\$85,175,668.55
2005-06	\$25,431,483.68					\$88,966,920.23	\$2,961,808.50	\$114,398,403.91
Cumulative Totals	\$329,570,778.39	\$69,728,074.11	\$51,656,540.88	\$88,674,634.16	\$19,061,429.35	\$991,736,988.36	\$6,480,540.50	\$1,550,411,345.25

Appendix XII: EPA Ratio Analysis

FINANCIAL RATIO

CURRENT RATIO:	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006
Cash & Equivalents	\$5,522,627	\$443,777	\$127,372,804	\$126,694,613	\$106,430,129
Int/receivable Investments	\$6,030,265	\$4,257,384	\$3,956,433	\$3,533,190	\$3,927,581
Due from other state fund	\$515,001	\$0	\$0	\$0	\$0
Grant Receivable	\$72,390	\$131,404	\$408,681	\$420,596	\$454,871
Loans Receivable current portion	\$118,649,990	\$103,456,400	\$136,925,799	\$141,501,199	\$207,334,701
Loan Fund	\$4,996,237	\$0	\$4,086,112	\$0	\$0
Debt Service Fund	\$151,184,156	\$157,360,651	\$74,581,935	\$81,022,610	\$94,594,144
Free-up from reserve fund	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total Current Assets	\$286,970,666	\$265,649,616	\$347,331,764	\$353,172,208	\$412,741,426
Revenue bond interest payable	\$9,051,487	\$8,641,574	\$6,431,871	\$5,854,399	\$5,398,329
Due to other state fund	\$383,216	\$0	\$0	\$0	\$0
Revenue bonds payable (current)	<u>\$28,700,436</u>	<u>\$37,358,428</u>	<u>\$40,796,031</u>	<u>\$36,512,801</u>	<u>\$32,851,180</u>
Total Current Liabilities	\$38,135,139	\$46,000,002	\$47,227,902	\$42,367,200	\$38,249,509
Current Assets/Current Liabilities	7.53%	5.77%	7.35%	8.34%	10.79%
Interest Receivable	\$2,235,199	\$1,837,813	\$2,749,080	\$3,272,540	\$1,389,625
Loans receivable-less current por-	\$468,587,653	\$502,847,240	\$479,119,686	\$474,512,662	\$427,002,988
Reserve fund (less free-up)	\$281,176,309	\$261,677,045	\$228,646,876	\$214,765,562	\$202,915,259
Federal Cap grant	<u>\$12,656,036</u>	<u>\$17,661,007</u>	<u>\$1,990,881</u>	<u>\$15,136,555</u>	<u>\$19,764,049</u>
Total of Loans, Interest Receivable, Reserve Fund and Grants	\$764,655,197	\$784,023,105	\$712,506,523	\$707,687,319	\$651,071,921
Rev bonds payable-less current por-	\$508,559,817	\$464,626,222	\$480,905,399	\$451,069,518	\$423,185,613
Premium on revenue bonds	<u>\$6,445,203</u>	<u>\$5,973,151</u>	<u>\$21,370,676</u>	<u>\$19,585,462</u>	<u>\$17,872,410</u>
Total Long Term Debt Less Current	\$515,005,020	\$470,599,373	\$502,276,075	\$470,654,980	\$441,058,023
Assets/Liabilities	1.48%	1.67%	1.42%	1.50%	1.48%
NET ASSETS					
Cumulative Capitalization Grants*	\$277,755,714	\$294,514,024	\$294,514,024	\$327,222,396	\$327,222,396
State Match Contribution	\$54,580,721	\$58,112,922	\$58,511,098	\$65,444,479	\$65,444,479
Overmatch Contribution	\$45,737,169	\$42,204,968	\$41,806,792	\$34,873,411	\$34,635,242
Retained Earnings	<u>\$464,138,817</u>	<u>\$483,751,985</u>	<u>\$505,954,380</u>	<u>\$531,043,094</u>	<u>\$563,057,408</u>
Total Equity	\$817,147,959	\$878,583,899	\$1,178,542,008	\$956,583,380	\$990,359,525
Equity/Cap grant	3.06%	3.02%	4.03%	3.12%	3.03%
Binding Commitments or closings	\$587,673,561	\$606,374,155	\$617,371,925	\$616,013,861	\$634,337,689
Cap Grants	\$266,645,486	\$290,642,464	\$292,356,068	\$307,492,622	\$327,222,396
Binding Commitment Ratio	2.20%	2.09%	2.11%	2.00%	1.94%
Projects Completion	\$502,019,904	\$541,102,420	\$516,721,475	\$514,321,767	\$563,250,361
Cap Grants	\$266,645,486	\$290,642,464	\$292,356,068	\$307,492,622	\$327,222,396
Project Completion Ratio	1.88%	1.86%	1.77%	1.67%	1.72%
DEFAULT RATIO	0	0	0	0	0
Total Loans	\$587,673,561	\$606,374,155	\$572,629,821	\$616,013,861	\$634,337,689
Total Assets	\$1,045,620,970	\$1,037,709,788	\$1,096,521,391	\$1,080,578,075	\$1,075,216,120
Total Liabilities/Total Assets	0.56%	0.58%	0.52%	0.57%	0.59%

*The 2005 Grant was awarded after the end of the fiscal year and is not included in these numbers.

