



**DEPARTMENT OF ENVIRONMENT  
and NATURAL RESOURCES**

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**FOR IMMEDIATE RELEASE:** Monday, April 27, 2020  
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**FOR PROJECT DETAILS:** Visit <http://denr.sd.gov/bwnrapps.aspx>

**Gov. Noem Announces \$8.602 Million for Lake Preston Water and  
Wastewater System Improvements**

PIERRE, S.D. – Gov. Kristi Noem says the state Board of Water and Natural Resources has approved a \$8,602,000 funding package for Lake Preston to make water and wastewater improvements.

The funding package includes a \$758,000 loan from the Clean Water State Revolving Fund, a \$234,000 Clean Water State Revolving Fund water quality grant, a \$2,000,000 Consolidated Water Facilities Construction Program grant for the wastewater project, a \$1,000,000 Drinking Water State Revolving Fund BABS grant, a \$2,000,000 Consolidated Water Facilities Construction Program grant for the water project, and a \$2,610,000 loan from the Drinking Water State Revolving Fund with \$1,000,000 in principal forgiveness. Loan terms are 2.125 percent for 30 years for the Clean Water State Revolving Fund loan and 1.875 percent for 30 years for the Drinking Water State Revolving Fund loan.

The funding package will be administered through the Department of Environment and Natural Resources.

“I am pleased to announce that Lake Preston will receive this assistance,” said Gov. Noem. “This funding will help the city complete needed upgrades to its water and wastewater systems to better serve its customers and protect the environment.”

The wastewater project includes replacing approximately 10,000 linear feet of sanitary sewer mains, relining approximately 3,800 linear feet of clay pipes, replacing 23 manholes, 138 service connections, cleaning 26 service lines, sanitary sewer cleaning and televising, and street repairs. Drinking water improvements include construction of a new, 100,000-gallon water tower, replacing approximately 16,000 linear feet of water mains, replacing 24 hydrants, installing 48 gate valves, replacing approximately 5,700 linear feet of service pipe, installing 22,500 linear feet of trace wire, and street repair.

The funding package will cover the total cost of phase one of the project.

The Consolidated Water Facilitates Construction Program, funded in part by revenues from the Petroleum Release Compensation Tank Inspection fee and the sale of lotto tickets, provides grants and loans for water, wastewater and watershed projects.

The State of South Dakota and the U.S. Environmental Protection Agency fund the Clean Water State Revolving Fund Program, which provides low-interest loans for wastewater, storm water and nonpoint source projects.

The State of South Dakota and the U.S. Environmental Protection Agency fund the Drinking Water State Revolving Fund Program, which provides low-interest loans for public drinking water system projects. Principal forgiveness is a subsidy option that results in a reduced loan repayment amount for the borrower.

The board met today via remote video connection.