

Vermont Department of Environmental Conservation
EC7 Water Investment Division
1 National Life Drive, Davis 3
Montpelier, VT 05620

Thomas Martin, Authorized Representative Town of Moretown 79 School Street Moretown, Vermont 05660

April 26, 2024

Re: Potential Recission of Grant 06140-2023-ARPA-VWWW-04 Missed Final PER Deadline

Dear Mr. Martin:

Vermont Department of Environmental Conservation (DEC) is writing regarding Moretown's Village Water and Wastewater Program grant award with American Rescue Plan Act (ARPA) funding and is concerned your municipality is not on track to meet required deliverable deadlines. The Town of Moretown continues to work hard to find a community wastewater solution for the village area. However, DEC recognizes securing a suitable land for a soil-based disposal field has been challenging for the project.

The Town of Moretown has not been able to obtain an agreement to secure the land needed for the disposal field. The Department understands that this due to circumstances out of the Town's control and can extend the deadline to obtain the agreement to July 30, 2024, and encourages as an interim step that the Town to get a letter of commitment from a willing landowner with suitable soils.

Additionally, the Town of Moretown was unable to meet the Final Preliminary Engineering Report (PER) deliverable deadline of April 15, 2024, and ultimately the Permit Submittal deliverable deadline of September 30, 2024. The last project deliverable submitted to DEC was the 60% PER in later December 2023. To meet the Final PER deadline, the community must have submitted the 90% PER, received review comments from DEC, and be responsive to all DEC comments, incorporated any changes into the Final PER, and electronically submit the Final PER to the Department.

Vermont DEC is committed to the transformational opportunity represented by this award. However, the Department is mindful that any funds that are unused for the initial awarded intent after December 31, 2024, **shall be forfeited to the US Treasury**. As such, the Department will need to rescind dollars that are identified as likely to go unused to re-award the fund to communities that will use them in a timely and eligible manner.

In considering options to optimize the use of ARPA funds for the highest and best use for Vermont, DEC may allow communities to complete Planning under current approved contracts and proceed with Design efforts even if construction money is rescinded, if the town submits DEC with the following:

- 1. A schedule demonstrating that the municipality can meet the deliverables for design and permitting requirements before September 2026.
- 2. A draft Engineering Services Agreement for the Design and Permitting services required.
- 3. Agree to a firm deadline of July 30, 2024, for securing suitable land where: a) suitable soils have been found and both archeological and wastewater test pits have been performed; and b) the land is either town-owned or the town has a signed purchase and sales agreement for the land. If the land is not secured, the grant needs recission.
- 4. An itemized project budget (WID PCS format).

Agency of Natural Resources

Town of Moretown MoretownVillage Community Wastewater Project Recission of Grant #01640-2023-ARPA-VWWW-04 April 26, 2024

The Department's preference is that ARPA Village Water and Wastewater grant awards be used as originally outlined in your award. However, we recognize that circumstances beyond the control of your municipality may dictate otherwise. So that the Department can consider re-obligation of funds that are likely to go unused while also meeting the needs of your town, please respond to this letter in writing by May 28, 2024.

Correspondence regarding this award should be made to the attention of Emily Hackett, EI, who is the technical project manager for your award.

Sincerely,

-DocuSigned by: Nul Yamman

9a74234DA48745E... Neil Kamman, Director Water Investment Division Department of Environmental Conservation Agency of Natural Resources

 Cc: Jason Batchelder, Commissioner, Department of Environmental Conservation, ANR Heather Pembrook, Deputy Commissioner, DEC-ANR
 Renee Miller, Grants Management Specialist, AID-DEC
 Tom Brown, CWSRF Project Developer, Water Infrastructure Finance Program, WID-DEC
 Bruce Douglas, PE, Wastewater Program Manager, Indirect Discharge Program, DWGPD-DEC
 Nate Kie, Supervisor, Indirect Discharge Program, DWGPD-DEC
 Achouak Arfaoui, Environmental Analyst, Indirect Discharge Program, DWGPD-DEC
 Town of Moretown Clean Water Committee
 Robert Clark, PE, Consulting Engineer, Otter Creek Engineering
 Lynnette Claudon, PE, VWWW ARPA, WID-DEC
 Emily Hackett, EI, VWWW ARPA, WID-DEC