**Section 664.210 Uses of the Public Water Supply Loan Program**

The following are the acceptable uses of the PWSLP:

a) *To accept and retain funds from grant awards, appropriations, transfers and payments of interest and principal;*

b) *To make direct loans at or below market interest rates to any eligible local government unit* *or to any eligible privately owned community water supply to finance the construction of* public *water supplies;*

c) *With respect to funds provided under the American Recovery and Reinvestment Act of 2009, to make direct loans at or below market interest rates to any eligible local government unit or to any eligible privately owned community water supply, and to provide additional subsidization to any eligible local government unit or to any eligible privately owned community water supply, including, but not limited to, forgiveness of principal, negative interest rates, and grants;*

d) *With respect to funds provided under the American Recovery and Reinvestment Act of 2009, to buy or refinance the debt obligation of a local government unit for costs incurred on or after October 1, 2008;*

e) *With respect to funds provided under the American Recovery and Reinvestment Act of 2009, to provide additional subsidization, including, but not limited to, forgiveness of principal, negative interest rates, and grants for a local government unit for costs incurred on or after October 1, 2008;*

f) *To buy or refinance debt obligations of a local government unit incurred on or after July 17, 1997;*

g) *To guarantee local obligations where such action would improve credit market access or reduce interest rates;*

h) *As a source of revenue or security for the payment of principal and interest on revenue or general obligation bonds issued by the State, if the proceeds of such bonds will be deposited in the PWSLP;*

i) *To transfer funds to the Water Pollution Control Loan Program.* [415 ILCS 5/19.3(d)]