



Texas Water Development Fund (DFund)

The DFund is a streamlined state loan program that provides financing for various types of infrastructure projects. This program enables the TWDB to fund projects

with multiple purposes (e.g., water and wastewater) in one loan. Through Fiscal Year 2020, the program has committed approximately \$2.7 billion for projects across Texas.

Eligible Applicants

- Political subdivisions
- Nonprofit water supply corporations

Eligible Projects

Planning, design, acquisition, and construction of projects for:

- Water supply, including reservoirs and well fields
- Conservation
- Water quality enhancement
- Flood control
- Wastewater
- Municipal solid waste

Benefits and Terms

- Long-term fixed interest rates based on the TWDB's cost of funds sold with the State's General Obligation AAA rating
- Generally 20- to 30-year repayment terms; up to 50 years constitutionally
- No maximum funding limit
- Access to loan funding year-round
- State level environmental review

Program Requirements

- Water supply projects must be consistent with the current state water plan
- Reservoir funding must be segmented or phased; permitting is required prior to a construction commitment
- Adoption of a water conservation and drought contingency plan (for entities receiving assistance greater than \$500,000)
- U.S. Iron and Steel requirements
- Review of legislative requirements regarding water loss threshold limits

For specific questions on the program, please contact Financial_Assistance@twdb.texas.gov. Detailed information on the program is also available at www.twdb.texas.gov/financial/programs.