**Agency Name and Address:**

Clean Water State Revolving Fund

Department of Environmental Quality

602 North Fifth Street

Post Office Box 4303

Baton Rouge, Louisiana 70821-4303

Website: <https://deq.louisiana.gov/index.cfm?md=pagebuilder&tmp=home&pid=clean-water-state-revolving-fund>

**Solicitation Number:** 25-8777

**Type of Engagement:** Audit

**Contract Period:** June 30, 2025 – January 31, 2028

**Periods to be Examined:** Years ending June 30, 2025; June 30, 2026; and June 30, 2027

**Description of the State Agency:**

* Clean Water State Revolving Fund (CWSRF) program was established pursuant to Title VI of the Clean Water Act, as amended in 1987. The CWSRF program operates under Louisiana Revised Statute (R.S.) 30:2301-2306. These statues establish a state revolving loan fund capitalized by federal grants (Capitalization Grants for Clean Water State Revolving Funds, CFDA #66.458), by state funds when required or available, and by any other funds generated by the operation of the clean water revolving loan fund. The Department of Environmental Quality (DEQ) is authorized to engage in activities regarding the sums on deposit in, credited to, or to be received by the state revolving loan fund.
* The Water Planning and Assessment Division and Financial Services Division within DEQ are responsible for the operations of the CWSRF program. These divisions provide assistance to municipalities in developing, financing, and implementing wastewater treatment management plans and plants. Engineering oversight, design review, inspection services, and environmental assessment services are provided by the Water Planning and Assessment Division. Grant management, program administration, and financial services are provided by the Financial Services Division on eligible projects.
* The CWSRF does not have any full-time employees. Time spent on the CWSRF program by DEQ employees is captured and the CWSRF subsequently reimburses DEQ for salaries, benefits, and other operating expenses of the fund using the current indirect cost rate.
* All monies of the CWSRF are deposited with the State Treasurer’s Office. Cash balances are held and controlled by the state treasurer.
* Operations of the CWSRF are primarily funded by federal grants. The CWSRF is engaged in business-type activities. The following activity/balances were reported as of and for the year ended June 30, 2024:

Total Assets $695,610,846

Total Liabilities $193,762

Net Position $695,417,084

Revenues/Capital Contributions $14,380,075

Expenses $5,599,135

**Accounting System:** LaGov and Loan and Grant Tracking System

**Financial Statements:** The CWSRF will provide financial statements, a general ledger, and a trial balance.

**Estimated Start of Fieldwork:** No later than December 1 following each period

**Engagement Completion Date:** No later than January 31 following each period

**Special Notes:**

* The CWSRF is to be audited in accordance with Uniform Guidance as specified by the *Environmental Protection Agency Audit Guide for Clean Water and Drinking Water State Revolving Fund Programs* for the Capitalization Grants for Clean Water State Revolving Funds (CFDA #66.458).
* The fund is required to complete a Division of Administration, Office of Statewide Accounting and Reporting Policy’s Annual Fiscal Report (AFR) packet via the online portal, and an Annual Report for EPA including financials, and appropriate note disclosures, for each period. The agency does not require assistance with these reports and the ICPA is not required to give an in relation opinion for the AFR.

**Special Requirements:**

* The agency will prepare the financial statements and note disclosures.

**State Agency Assistance:** The CWSRF will provide supporting schedules as required.

**Last Engagement:** Audit as of and for the period ended June 30, 2024.

**Results of Last Engagement:**

* Unmodified opinion
* No findings

**Prior Auditor:** Ericksen Krentel

 New Orleans, Louisiana

**Proposers’ Conference:**

* A proposers' conference will **not** be held.
* Any questions regarding the SFP or state agency should be sent to StateContracts@lla.la.gov

**Proposal Due Date and Time:** May 5, 2025 by 5:00 p.m.