



Public Water System Binding Commitment Letter for DWL-6651
Drinking Water State Revolving Loan Fund Program

May 28, 2026

Los Alamos County
1000 Central Avenue
Los Alamos, NM 87544
Attn: James Martinez, james.martinez@lacnm.us

The New Mexico Finance Authority's Board of Directors approved the request from Los Alamos County to increase the DW-6651 by \$525,000 at its May 28, 2026, meeting and we are pleased to issue this Binding Commitment for the following project:

1. Project Description: Lead Service Line Replacement
2. Total Assistance Amount: \$3,252,000; \$2,102,000 DW loan; \$525,000 DWL loan; \$625,000 subsidy
3. Terms of Assistance:
 - a) Interest Rate: 0.01%
 - b) Administration Fee: 0.25%
 - c) Cost of Issuance: \$27,000 (on the original \$2.7mil loan only)
 - d) Loan Term 22 Years; 20-year repayment and 2-year interim period
4. Pledge Revenue and Coverage: Net System Revenue, 1.93x (1.20x required coverage)

The applicant is a qualified public water supply system under federal law, 42 U.S.C. 300j-12, and applicable state law, Sections 6-21A-1, *et seq.*, NMSA 1978, organized and existing under the Laws of New Mexico. The applicant will finance the project described in the application, subject to the following terms and conditions of this Binding Commitment Letter.

This commitment requires that the applicant submit the documents listed below to the Finance Authority no later than 60 days from the commitment date:

1. Signed Binding Commitment Letter;
2. EPA Form 4700-4;
3. Unique Entity # (register at Federal website, Sam.gov) or active registration;
4. Submitted documentation for the NMFA to complete the environmental review process (PER, Categorical Exclusion Checklist, maps, Environmental Information Document, plans and specifications, prior environmental clearance etc.);
5. Any additional information requested by the Finance Authority.

Upon receipt of the documents, the Finance Authority's closing attorney will prepare a Financing Schedule and initiate the closing process. The applicant will engage an attorney to review the closing documents on its behalf.

If the conditions set forth above are not satisfied, the commitment can be extended at the sole discretion of the Finance Authority for additional 30-day increments, during which time the applicant must submit the remaining documentation. Failure on the applicant's part to submit the above documentation may result in termination of the Finance Authority's commitment

The following documents will be required before funds can be disbursed:

1. Completed State Environmental Review Process (NMFA will submit project documents to an environmental consultant);
2. Have an active account on Sam.gov;
3. Approval of engineering procurement and contract by the Finance Authority and/or NMFA's contracted engineering review group;
4. Agreement to submit the service line inventory to the appropriate regulatory agency for review; and
5. Any additional information requested by Finance Authority.

Closing and funding of the loan has been approved by the Finance Authority's Board of Directors, subject to the terms and conditions set out in this commitment. The project is expected to be completed within two years from the closing date of the loan.



Marquita D. Russel, Chief Executive Officer
New Mexico Finance Authority

Date

The undersigned hereby accepts and acknowledges the foregoing commitment and agrees to the terms and conditions thereof.

Signature of Authority, Los Alamos County

Date

Title of Signatory