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# **PRESS RELEASE**

**March 4, 2014**

**Dover, Del. – State Auditor R. Thomas Wagner, Jr.** releases audited financial statements for the Delaware Department of Natural Resources and Environmental Control (DNREC), Water Pollution Control Revolving Loan Fund (the Fund) for the year ended June 30, 2013.

In previous years, the Fund received a finding regarding adjustments needed in its general ledger to properly reflect the Fund's financial activity. The Fund developed a corrective action plan to address the issues and worked hard to hire and train appropriate staff to work with the Fund's finances. "I commend DNREC leadership for fixing, what in the past, has been a long-term problem," says State Auditor Wagner.

The purpose of the Fund is to make below-market interest rate loans to local governments, individuals, and other qualifying applicants under the Environmental Protection Agency's (EPA) Capitalization Grants for State Revolving Funds federal assistance program.

On September 4, 2012, the EPA authorized the transfer of \$27 million into the Fund by deobligating this amount from another federal capitalization grant awarded to the State in the Drinking Water State Revolving Loan Fund (DWSRLF). In addition to the \$27 million, the Fund also received \$5.4 million in State funds that was originally appropriated to DWSRLF as the required 20% State match. All funds will be returned to DWSRLF as needed for commitments at the discretion of management.

DNREC received an unqualified audit opinion on their financial statements and there were no current year findings.

A complete copy of the report can be found at: [Delaware Water Pollution Revolving Loan Fund  
Financial Statement Audit - June 30, 2013](#)

For more information, please contact Kathleen Davies, CPA-PA, CISA, CGFM, CGAP, Chief Administrative Auditor, at 302-857-3919 or [Kathleen.Davies@state.de.us](mailto:Kathleen.Davies@state.de.us).