

# ALABAMA'S FEDERAL WATER FUNDING

February 2026

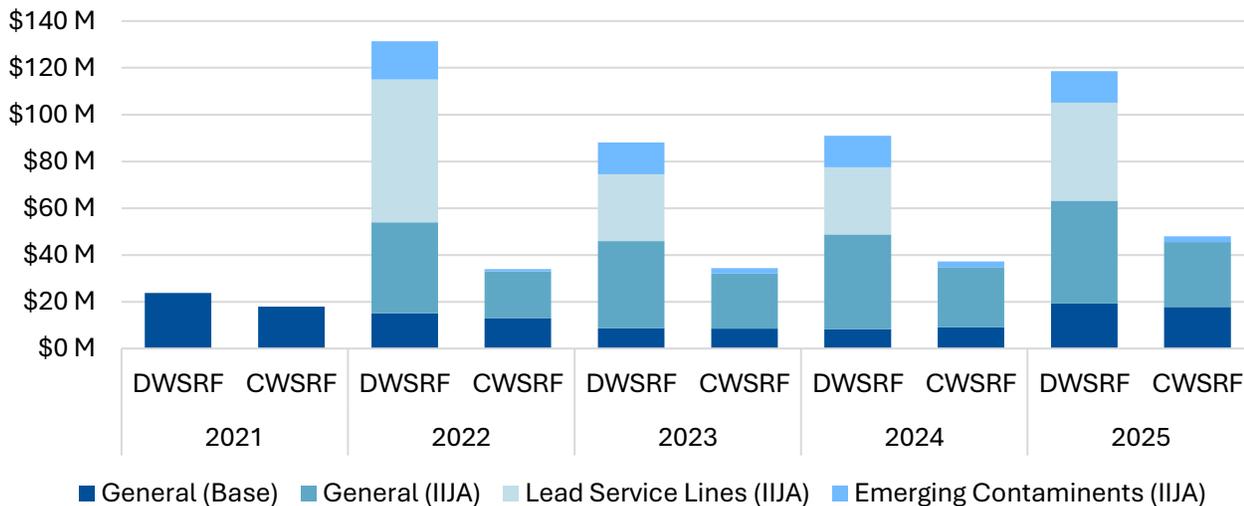


The EPA's Drinking Water and Clean Water State Revolving Funds (DWSRF and CWSRF) represent the nation's largest federal investment in drinking water and wastewater infrastructure, enabling states to better meet urgent water system needs in their communities. In recent years, \$582 million in SRF funds has helped Alabama address a portion of its \$16.2 billion in infrastructure investment needs.

## Alabama has relied on \$582 million in SRF support since 2022

Since 2022, Alabama has been allotted **\$428.8 million** for the state's DWSRF, including **\$160.3 million** to replace lead pipelines, and **\$153.6 million** for the state's CWSRF. These funds have supported local projects including the replacement of an estimated 100 lead service lines in the City of Selma, and critical sanitation upgrades to aging sewer collection mains and residential septic tanks in the Town of Hayneville. The Alabama Department of Environmental Management is receiving an [estimated \\$11 million](#) set-aside to support program administration.

### Federal support for the SRFs has increased since 2022



An additional \$43 billion was appropriated for the SRFs by the Infrastructure Investment and Jobs Act (IIJA) and is being distributed annually between 2022 and 2026.

Source: [Water Program Portal's](#) Outcome Dashboard and EPA's State DWSRF and CWSRF Allotments (2022-2025).

## \$16.2 billion in future water infrastructure needs

Per the latest [Drinking Water Infrastructure Needs Survey and Assessment](#) and [Clean Watershed Needs Survey](#), Alabama is anticipated to need **\$12.2 billion** in drinking water investments and **\$4 billion** in wastewater investments over the next two decades. The federal investments over the last four years help address about **3.6 percent** of this gap, but further funding is required to maintain the state's water systems.