Tax-Exempt Municipal Bonds Sustain New Hampshire’s Water Infrastructure

$\textbf{47.2 million} – The value of tax-exempt municipal bonds communities across New Hampshire issued in 2014 to fund improvements to drinking water and wastewater infrastructure.

$\textbf{20 million} – Additional debt service costs cities and towns in New Hampshire would incur over their payback periods if interest earned on these bonds was fully taxable, a \textit{25 percent increase}.*

$\textbf{21.7 million} – Clean Water and Drinking Water State Revolving Fund assistance the federal government provided to New Hampshire in 2016. Fully taxing municipal bond interest would cost the state \textit{nearly 100 percent} of the value of this year’s SRF assistance.

Affordable investment in New Hampshire’s water infrastructure should not be a consequence of tax reform.

AMWA and NACWA urge you to preserve tax-exempt municipal bonds.

*Based on Bloomberg data assuming uniform $50 million projects with 30-year loan maturities and “AA” credit ratings.