

Indian Health Service FY 2026 Sanitation Facilities Project Funding

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Outline

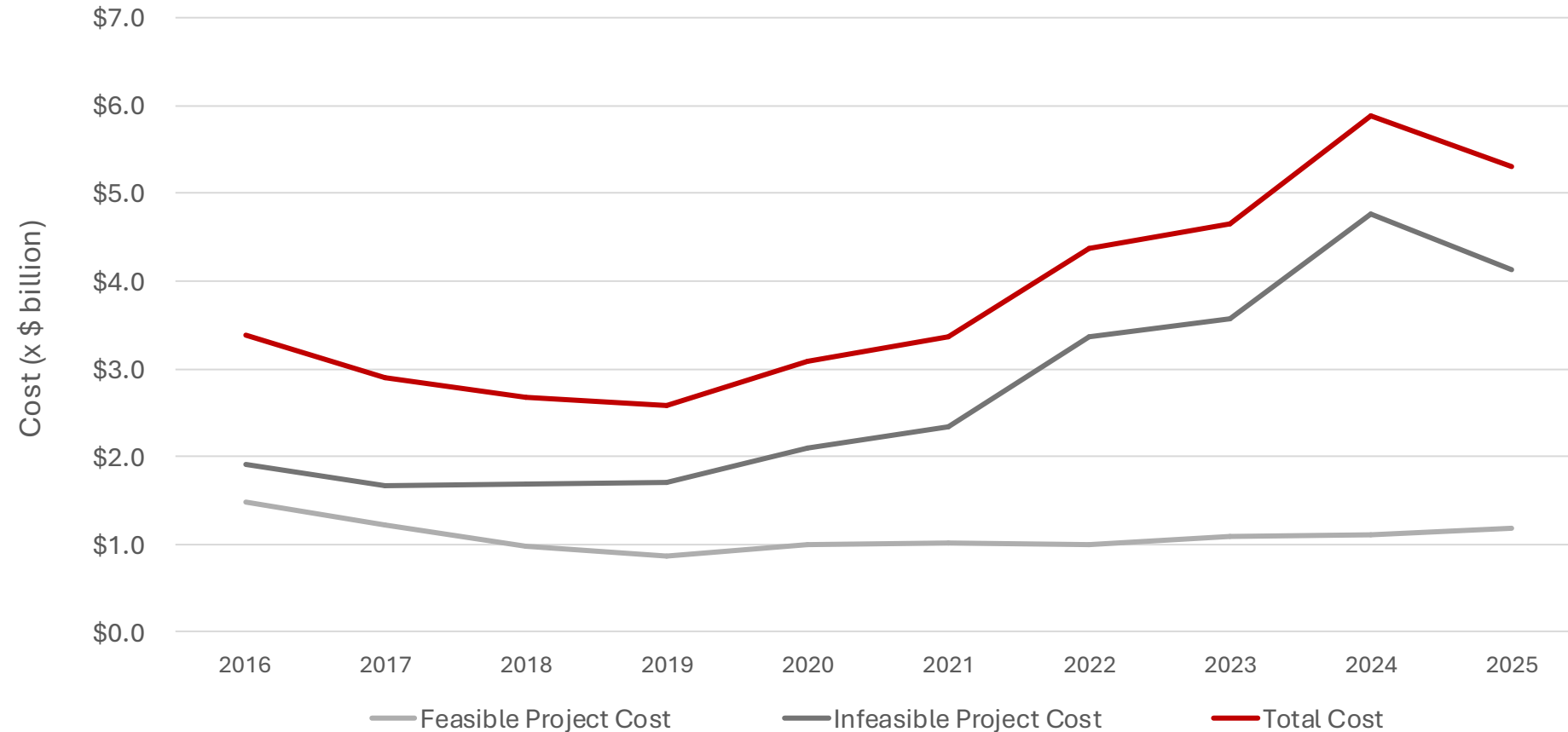


- I. End-of-Year 2026 Sanitation Deficiency Needs
- II. Infrastructure Investment and Jobs Act
- III. Annual Appropriation

I. End-of-Year 2025 Sanitation Deficiency Needs

SDS Trends 2016 to 2025

10-Year SDS Project Cost Estimate Trends



Note: Total Cost = (Feasible Project Cost) + (Infeasible Project Cost)

EOY 2025 SDS

- **SDS Data:**

- November 13, 2025
- 1,163 Projects
- \$5.3 Billion Eligible Costs
- \$1.2 Billion Ineligible Costs
- Total SDS Data \$6.5 Billion

Appendix A: SDS Project Counts and Associated Costs as of November 13, 2025

IHS Area	Eligible Cost	Ineligible Cost	Total Cost	Project Count
Albuquerque (AL)	\$289,640,719	\$30,439,871	\$320,080,590	79
Alaska (AN)	\$2,080,556,080	\$262,142,884	\$2,342,698,964	266
Bemidji (BE)	\$123,685,914	\$39,231,723	\$162,917,637	72
Billings (BI)	\$48,844,729	\$10,763,105	\$59,607,834	25
California (CA)	\$215,575,324	\$106,213,489	\$321,788,813	74
Great Plains (GP)	\$299,004,805	\$52,367,195	\$351,372,000	76
Navajo (NA)	\$1,575,060,407	\$49,975,427	\$1,625,035,834	247
Nashville (NS)	\$55,476,734	\$2,278,493	\$57,755,227	14
Oklahoma City (OKC)	\$161,209,372	\$401,066,910	\$562,276,282	161
Phoenix (PH)	\$345,078,337	\$194,853,744	\$539,932,081	67
Portland (PO)	\$96,940,870	\$46,419,612	\$143,360,482	66
Tucson (TU)	\$15,628,224	\$1,346,776	\$16,975,000	16
Total	\$5,306,701,515	\$1,197,099,229	\$6,503,800,744	1,163

II. Infrastructure Investment and Jobs Act

Infrastructure Investment and Jobs Act (IIJA)

The IIJA provides \$700 million per year, for FY 2022 – FY 2026.

Funding Category	Annual Amount	Total Amount
Project	\$675,500,000	\$3,377,500,000
Salaries, Expenses, and Administration (up to 3% Total)	\$21,000,000	\$105,000,000
DHHS OIG (0.5% Total)	\$3,500,000	\$17,500,000
Total	\$700,000,000	\$3,500,000,000[^]

[^]Provided further, That of the amounts made available under this heading, up to \$2,200,000,000 shall be for projects that exceed the economical unit cost and shall be available until expended.

FY 2026 IJA Spend Plan

www.IHS.gov/sites/newsroom:

The IHS Chief of Staff writes to Tribal Leaders to announce Fiscal Year 2026 allocation decisions for the \$700 million appropriated to the IHS in the Infrastructure Investment and Jobs Act for the IHS Sanitation Facilities Construction program.

Activity	FY 2026 BIL
Tier 1 Projects Construction Costs	630.1
Tier 1 Design & Construction Documents	21.4
Project Shortfalls, Add'l Planning, Design, & Construction Documents	24.0
<i>subtotal, SFC Projects</i>	<i>675.5</i>
Salaries, Expenses, and Administration (3%) ^{/1}	21.0
HHS Office of Inspector General (0.5%) ^{/2}	3.5
Total	700.0

1/ \$21 million in BIL funding is limited to Federal activities only.

2/ BIL-directed transfer.

FY 2026 IJJA Spend Plan

- FY 2026 IJJA Funded Tier 1 Projects:**

- Focus on projects that were on the Legacy List (i.e., EOY 2021 SDS List) and fund projects that are classified as

Projects	Spend Plan
Feasible DL2	27
Feasible DL3	9
Infeasible DL3	3
Infeasible DL4	7
Infeasible DL5	10
Totals	56

Appendix B: FY 2026 Tier 1 Legacy List - Project Counts

IHS Area	Construction Eligible Cost	Construction Ineligible Cost	Design and Construction Document Cost	Project Count*
Albuquerque (AL)	\$39,371,215	\$7,312,254	\$2,171,300	6
Alaska (AN)	\$417,260,705	\$16,987,145	\$12,678,228	11
Bemidji (BE)	\$8,811,466	\$1,985,534	\$116,000	3
Billings (BI)	\$2,103,631	\$1,021,369	\$0	2
California (CA)	\$991,301	\$47,799	\$0	1
Great Plains (GP)	\$28,722,000	\$2,447,000	\$1,492,000	9
Navajo (NA)	\$57,915,827	\$26,544,113	\$0	12
Nashville (NS)	\$0	\$0	\$0	0
Oklahoma City (OKC)	\$752,400	\$159,200	\$0	4
Phoenix (PH)	\$59,896,565	\$13,340,435	\$2,495,898	4
Portland (PO)	\$13,183,289	\$5,538,956	\$2,467,960	3
Tucson (TU)	\$1,099,691	\$3,309	\$0	1
Total	\$630,108,090	\$75,387,114	\$21,421,386	56

*Tier 1 DL 2 - DL 5 Projects

IJA Project Milestone Updates (continued)

- FY 2026 IJA Funded Tier 1 Projects:**

Milestone	Direct Service	Title V
FY 2026 spend plan fully approved	April 22, 2026	April 22, 2026
Number of Projects Funded	45	11
Signed agreements with Tribes	Due 09/30/2026	Due 09/30/2026

IIJA Funding Distribution



IIJA Fund Distribution: FY 2022 - FY 2026 (Updated July 9, 2026)

Area	IIJA Tier 1 Project Construction Funding	IIJA Tier 1 Design & Construction Documents Funding	IIJA Planning, Design & Construction Documents Funding	IIJA Project Shortfalls, Add'l Planning, Design, & Construction Documents	IIJA Special and Emergency Funding	IIJA Total Funding Distributed
AL	\$ 156,921,897.00	\$ 15,070,020.00	\$ 253,101.00	\$ 22,163,150.00		\$ 194,408,168.00
AN	\$1,839,095,694.00	\$ 67,689,091.00	\$ 21,793,296.00	\$ 26,089,870.00	\$ 1,345,870	\$ 1,956,013,821.00
BE	\$ 36,525,790.00	\$ 3,426,820.00	\$ 2,771,638.00	\$ 14,137,665.00	\$ -	\$ 56,861,913.00
BI	\$ 19,069,031.00	\$ 426,417.00	\$ 295,514.00	\$ 227,149.00	\$ -	\$ 20,018,111.00
CA	\$ 82,150,056.00	\$ 6,119,685.00	\$ 4,817,606.00	\$ 3,076,910.00	\$ -	\$ 96,164,257.00
GP	\$ 179,436,597.00	\$ 5,864,818.00	\$ 2,772,877.00	\$ 16,849,196.00	\$ -	\$ 204,923,488.00
NA	\$ 268,328,817.00	\$ 32,706,710.00	\$ 30,190,412.00	\$ 2,300,000.00	\$ -	\$ 333,525,939.00
NS	\$ 43,437,024.00	\$ 2,811,702.00	\$ -	\$ 6,735,310.00	\$ -	\$ 52,984,036.00
OK	\$ 60,603,237.00	\$ 116,550.00	\$ 259,185.00	\$ 1,329,489.00	\$ -	\$ 62,308,461.00
PH	\$ 198,343,837.49	\$ 12,086,297.00	\$ 4,296,568.00	\$ 16,075,773.82	\$ -	\$ 230,802,476.31
PO	\$ 95,367,210.00	\$ 12,893,623.00	\$ 938,745.00	\$ 2,287,655.27	\$ 154,130	\$ 111,641,363.27
TU	\$ 7,539,451.00	\$ -	\$ -	\$ -	\$ -	\$ 7,539,451.00
Total Fund Distribution	\$2,986,818,641.49	\$ 159,211,733.00	\$ 68,388,942.00	\$ 111,272,168.09	\$ 1,500,000	\$ 3,327,191,484.58
Remaining Balance:						\$ 50,308,515.42

FY 2022 - FY 2026 IJA Funded Project Counts

- **Direct Service & P.L. 93-638 IJA Projects – Combined Project Counts** (Updated July 9, 2026)

	FY22	FY23	FY24	FY25	FY26	Total
Tier 1	460	133	44	66	56	759
Tier 2	109	0	54	0	0	163
Tier 3	80	6	7	0	0	93
Total	648	139	105	66	56	1,015

FY 2022 - FY 2026 IJA Funded Project Counts



IJA Funded Project Counts by Program Delivery *(Updated July 9, 2026):*

Direct Service - IHS	FY 2022 Funded Project Count	FY 2023 Funded Project Count	FY 2024 Funded Project Count	FY 2025 Funded Project Count	FY 2026 Funded Project Count	TOTAL
Project Funding Category: Construction (Tier 1)	330	90	29	58	45	552
Project Funding Category: Planning (Tier 2&3)	64	6	56	0	0	126
P.L. 93-638 - Title V	FY 2022 Funded Project Count	FY 2023 Funded Project Count	FY 2024 Funded Project Count	FY 2025 Funded Project Count	FY 2026 Funded Project Count	TOTAL
Project Funding Category: Construction (Tier 1)	130	43	15	8	11	207
Project Funding Category: Planning (Tier 2&3)	120	0	5	0	0	125

IJA Project Milestone Updates

- **FY 2022 through FY 2026 Tier 1 Funded Projects** (Updated July 10, 2026):

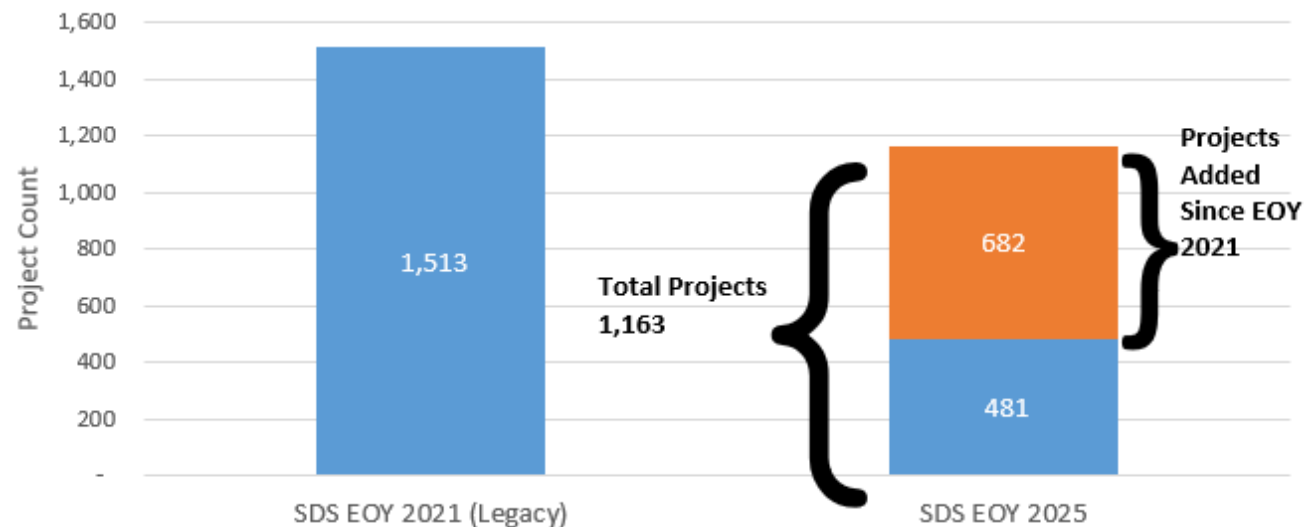
Milestone	Direct Service	Title V
Number of Tier 1 Projects Funded	552	207
Signed agreements with Tribes	91.9%	94.7%
Construction documents complete	52.4% (289 of 552)	46.9% (97 of 207)
Construction begin	45% (249 of 552)	31.9% (66 of 207)
Construction complete	22.3% (123 of 552)	18.8% (39 of 207)

FY 2026 IJA Spend Plan

- **Changes in SDS Data between EOY 2021 and EOY 2025:**

- 350 fewer projects than reported in 2021
- 41% of projects included on the 2025 List were included on the 2021 List (481 of 1,163)

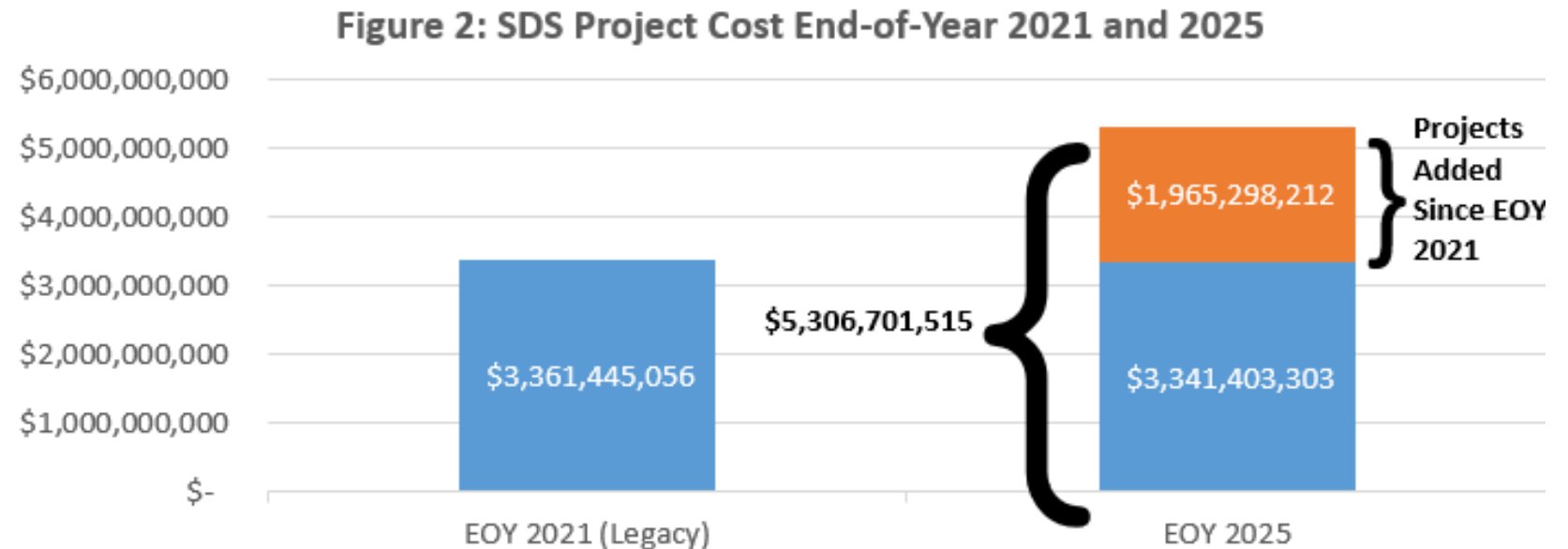
Figure 1: SDS Project Counts End-of-Year 2021 and 2025



FY 2026 IIJA Spend Plan

- **Changes in SDS Data between EOY 2021 and EOY 2025:**

- Total Eligible Costs on EOY 2025 List = \$5.3 Billion
 - \$1.9 Billion increase above the EOY 2021 Level
- Total Eligible Costs of the remaining 481 legacy projects reported in EOY 2025 is approximately \$20 Million less than the total cost of the 1,513 projects listed in EOY 2021.



III. Annual Appropriation

FY 2026 SFC Annual Appropriation

- **FY 2026 SFC Annual Appropriation Spend Plan:**
- Total \$107.9 Million
- Approved June 17
- https://www.ihs.gov/sites/newsroom/themes/responsive2017/display_objects/documents/2026_Letters/DTLL_061726.pdf

Activity	FY 2026 Appropriation
Tier 1 Projects Construction Costs	\$40.2
Tier 1 Design & Construction Documents	1.7
New and Like-New Housing	28.0
Congressionally Directed Spending (CDS)	<u>17.0</u>
<i>Subtotal, SFC Projects</i>	<i>\$86.9</i>
Salaries, Expenses, and Administration ¹	21.0
Total	\$107.9

¹ \$21 million in FY 2026 Appropriation funding is pending 30-day Congressional reprogramming notification period. Funding will be reprogrammed from the Sanitation Facilities Construction Program, Project, or Activity (PPA) to the Facilities & Environmental Health Support PPA to support tribally operated programs and Federal operations costs.

FY 2026 SFC Annual Appropriation

- FY 2026 SFC Annual Appropriation Spend Plan – Regular Project Funds**

Appendix B: Tier 1 Project Counts and Associated Cost to be Funded with the FY 2026 Appropriation

Area	Construction Eligible Cost	Construction Ineligible Cost	Design and Construction Document Cost	Project Count*
Albuquerque (AL)	\$10,847,836	\$4,619,964	\$1,187,200	3
Alaska (AN)	\$4,014,384	\$288,750	\$491,097	2
Bemidji (BE)	\$1,647,682	\$1,042,818	\$0	7
Billings (BI)	\$1,372,200	\$0	\$0	5
California (CA)	\$444,603	\$10,597	\$0	3
Great Plains (GP)	\$2,123,000	\$0	\$0	3
Navajo (NA)	\$8,373,753	\$0	\$0	2
Nashville (NS)	\$0	\$0	\$0	0
Oklahoma City (OKC)	\$9,220,860	\$5,442,887	\$0	16
Phoenix (PH)	\$1,588,490	\$78,510	\$50,000	3
Portland (PO)	\$603,511	\$397,718	\$0	4
Tucson (TU)	\$0	\$0	\$0	0
Total	\$40,236,319	\$11,881,244	\$1,728,297	48

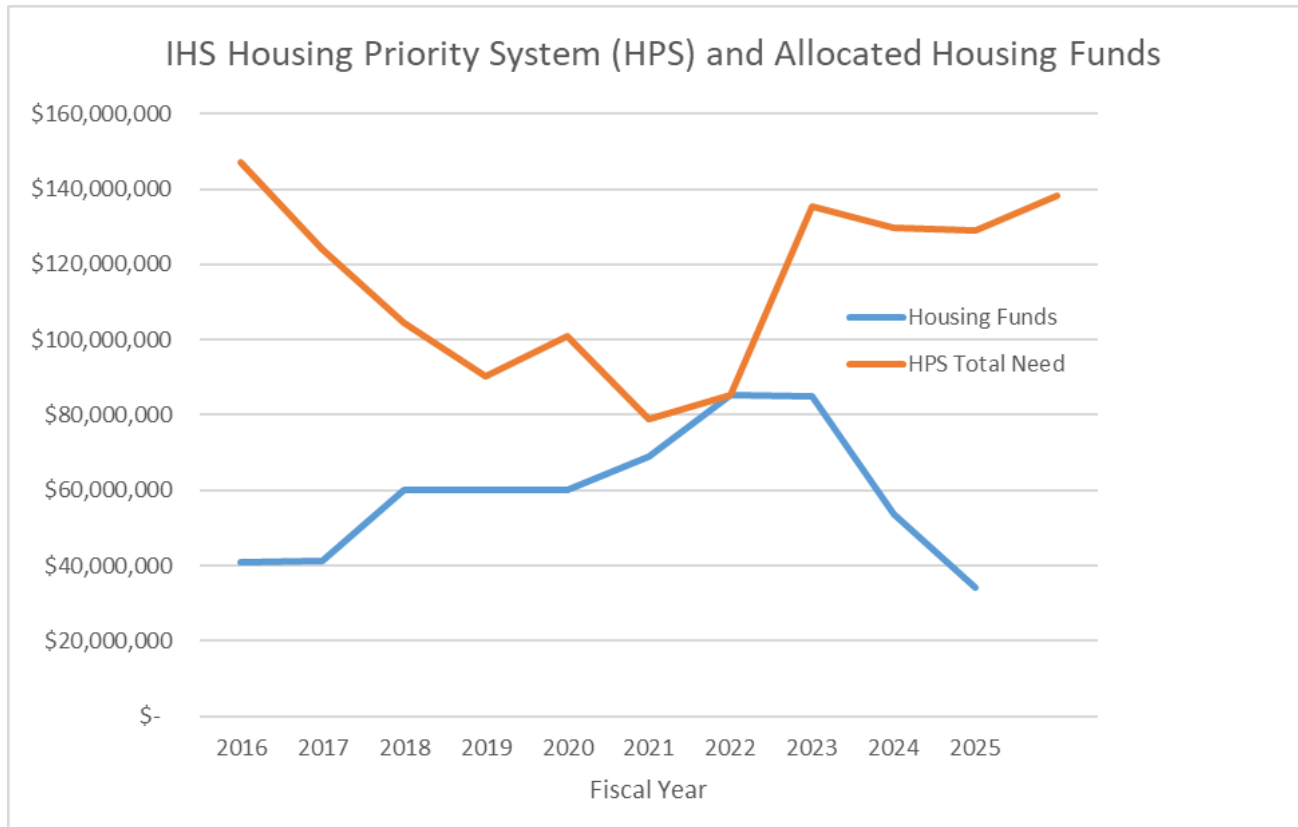
FY 2026 SFC Annual Appropriation

- FY 2026 SFC Annual Appropriation Spend Plan – Housing Support Funds:**

Area	Attention:	Final Distribution
AL	CDR Westen Knudsen	\$ 1,500,000
AN	CAPT Christopher Fehrman	\$ 4,560,000
BE	Scott Snell	\$ 3,600,000
BI	Todd Rydquist	\$ 1,810,000
CA	CAPT David Mazorra	\$0
GP	CAPT Mike Boland	\$ 4,000,000
NA	CAPT Lyle Setwyn	\$ 1,700,000
NS	CDR Weston Kenny	\$ 2,719,084
OK	Johnny Taylor	\$ 4,450,300
PH	CAPT John Kathol	\$ 1,600,000
PO	CAPT Alex Dailey	\$ 1,000,000
TU	CDR Adam Hughes	\$ 1,000,000
Total Fund Distribution		\$27,939,384



Background Housing Funding



HPS and Funding FY 2016 to FY 2025 (Averages)

- Average HPS Need: \$112.6 M
- Housing Funds Allocated: \$58.9 M or 56% of HPS need

SFC Centralized Recruitment & Hiring Process



Accomplishments:

- Established the SFC Centralized Recruitment & Hiring Process
 - June 2022 Decision Memo centralized all hiring for SFC Staff via HQ Lead Human Resources Team
 - Hired Human Resources Staff that Support
 - ✓ Development of Standard Program Position Descriptions
 - ✓ Job Opportunity Announcement Posting & Evaluations
 - ✓ Staff On-Boarding (including background investigation)
 - ✓ Staff Incentive Management
 - ✓ Production of Standard Reports to Track Hiring Process & Workforce Vacancy Status
 - ✓ Recruitment & On-Boarding Support Coordination with Commissioned Corps Headquarters

SFC Centralized Recruitment & Hiring Process



Accomplishments (Continued):

- Standard Position Descriptions Classified
 - 24 Positions

Engineer

Organizational Title	Pay Grade(s)
Assistant Director – Management Operations	GS-14
Director, DSFC	GS-14
Deputy Director	GS-13
Deputy Director - Field Operations	GS-13
Deputy Director – Management Operations	GS-13
Deputy Director - Project Support	GS-13
Tribal Engineer Consultant	GS-13
District Engineer	GS-13
Deputy District Engineer (Engineer Consultant)	GS-12
Planning and Design Engineer	GS-12
Electrical Engineer	GS-12
Solid Waste Engineer	GS-12
Senior Field Engineer	GS-11, GS-12
Junior Field Engineer	GS-05/07/09

Technician

Organizational Title	Pay Grade(s)
Construction Control Inspector	GS-04/05/06, GS-07/08/09
Civil Engineering Technician	GS-04/05/06, GS-07/08/09
Drafter	GS-04/05/06, GS-07/08/09

Support

Organizational Title	Pay Grade(s)
GIS Coordinator	GS-12
Trainer/Instructional Designer	GS-11/12
Human Resources Specialist (Military)	GS-11/12
Contracting Officer Representative	GS-11
Budget Analyst	GS-09/11
Technical Writer	GS-09/11
Secretary	GS-04/05/06

SFC Centralized Recruitment & Hiring Process



Accomplishments (Continued):

- Leading USPHS-IHS Strategic Priorities to support Engineering and Environmental Health Services at IHS:
 - ✓ Recalled 7 retired officers back to Active Duty to support OEHE work (including 1 supporting Healthcare Facilities Operations).
 - ✓ 8 voluntary Temporary Duty Assignments (TDY) supporting DSFC work.
 - ✓ 4 Officers Secretarial 120 Day Details to support DSFC work (8 for DFO and 2 for EH)
 - ✓ 4.8X Increase to 29 Engineer JRCOSTEP Assignments 2023 to 2025
 - ✓ Increased use of SRCOSTEP 0 (2024) to 1 scheduled for September 2026 OBC (2025) to 2 SRCOSTEP Projected (Fall 2026)
 - ✓ Increased focus on Time to Hire Processing Times for General Duty Officers
 - ✓ Accession and retention pays for engineers
 - ✓ Special Duty Pay for IHS including engineers

SFC Centralized Recruitment & Hiring Process



Accomplishments (Continued):

- Targeted Retirement & Outreach
- Established Recruitment Partnerships with AISES and DOE-ORISE
- **232** Completed Hiring Actions since June 2022
- **404** Job Opportunity Announcements (JOAs) Posted since June 2022
- Retention Incentives for **237** SFC Program staff
- Created authorization for Recruitment/Retention/Relocation Incentives up to 50%
- Established Title V Special Salary Rate Table for IHS Engineers (0801, 0810, and 0819) targeted towards rural and hard to fill locations.
 - Increase Pay 19% to 68% over Previous Pay Amounts based on grade levels