



REDWOOD COUNTY SEPTIC LOAN PROGRAM

TO ASSIST LANDOWNERS IN UPDATING OUTDATED, NONCOMPLIANT, OR FAILING SEPTIC SYSTEMS

In 2018 the Redwood County Board of Commissioners approved a revolving loan fund for septic update projects, pursuant to Minnesota Statutes Section 115.57. The loan is available for Redwood County landowners who want to replace an existing septic system that is not code compliant or is failing to protect public health or ground water.

The loan fund started with \$200,000.00. Since 2018, \$274,232.91 has been given out in loans to 19 different landowners. \$168,720.30 has been collected in payments, including \$16,989.77 in interest added back into the loan fund. The balance currently available is \$94,487.39.

Qualifying landowners can request a 5 or 10 year term for their loan, at 3.5% interest. Payments are made twice a year with their property taxes. Loans can be paid off in full at any time without penalty. At the time of application, applicants are required to pay an administrative fee in the amount of \$110 and a discounted septic permit fee in the amount of \$115. The administrative fee is used to fund the cost of reviewing and processing the application, verifying up-to-date taxes, verifying accurate ownership, and researching to determine whether there are any other property liens or assessments against the specified parcel. The septic permit fee is used to fund the review of the septic system design, conduct a pre-site inspection, conduct final inspection, and to process and prepare the certificate of compliance.

Redwood County low interest septic loan funds

Beginning Balance	\$ 200,000.00
Current Available Funds	\$ 94,487.39
Total Amount Loaned	\$ 274,232.91
Principal Payments Received	\$ 151,730.53
Interest Collected	\$ 16,989.77
Number of Systems Installed	19

Redwood County Government Center - Environmental Department

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