

**LAC QUI PARLE-YELLOW BANK WATERSHED  
LOW INTEREST LOAN APPLICATION FOR INDIVIDUAL SEWAGE TREATMENT SYSTEMS**

*Please Print Clearly*

\_\_\_\_\_ Telephone \_\_\_\_\_  
Name of Applicant (*Must be property owner*)

\_\_\_\_\_ City \_\_\_\_\_ State \_\_\_\_\_ Zip \_\_\_\_\_  
Address

\_\_\_\_\_ Signature \_\_\_\_\_  
Name of Contract for Deed Vendor

\_\_\_\_\_ Signature \_\_\_\_\_  
Name of Contract for Deed Vendee

\_\_\_\_\_  
Legal Description

\_\_\_\_\_ Section Number \_\_\_\_\_ Parcel Number \_\_\_\_\_  
Township

\_\_\_\_\_ Project Cost Estimate \$ \_\_\_\_\_  
Septic Installer Name

Final Project Cost \$ \_\_\_\_\_

**SEPTIC SYSTEM LOAN TERMS**

The septic system must serve property located within the Lac qui Parle-Yellow Bank Watershed District. For specific boundary parameters, please contact the Lac qui Parle-Yellow Bank Watershed District or Clean Water Partnership project. The applicant must be the property owner listed on the tax roles in the Lac qui Parle County Auditor/Treasures office.

The property to benefit from the loan must have an existing failing septic system. A system shall be defined as failing according to MN rules Chapter 7080 and Lac qui Parle County Ordinance requirements.

Ineligible activities include: refinancing a previously installed septic system, a septic system for a new home or if the system is currently under court order for replacement/repair.

Applicant may borrow less than the total construction cost, but may not request more than the actual cost of design, construction and inspection. The cost of the system must not exceed the *reasonable* cost of a similarly designed system, and construction must occur within six months of the loan application date. Construction may begin only after the approval letter is received. Proper maintenance including pumping will be required until loan is repaid.

Interest rate for the term of the loan is 3.5% APR. The loan may be paid in full within 30 days after Lac qui Parle-Yellow Bank Watershed submits payment to the property owner/installer without accruing interest. Loan terms are for 10 years. The loan amount will be added to property taxes as a special assessment. Payments are due semi-annually along with respective property taxes. The property owner has the right to prepay the assessment at any time.

Payments made by the Lac qui Parle-Yellow Bank Watershed District will include both property owner and septic system installer jointly as payee.

**I HAVE READ AND UNDERSTAND THE TERMS OF THE LOAN PROGRAM AS STATED ABOVE. FAILURE TO ABIDE BY THE ABOVE TERMS MAY RESULT IN THE NULLIFICATION OF THE LOAN AGREEMENT.**

\_\_\_\_\_ Date \_\_\_\_\_  
Signature of Property Owner(s)

**Your signature indicates your intent to borrow the estimated loan amount requested under the terms described on this application. It is understood by the property owner(s) that the loan balance will be added to the property tax statement as an assessment unless prepaid. Application signatures do not require notarization.**