

Adrian Public Utilities
Sewer Lateral Remediation Loan

Program Guidelines

I. Eligibility Requirements

- a. The applicant must be the owner of the property described on the application form entitled “Note and Sewer System Lien.”
- b. The entire lateral from the house to the sewer main must be replaced.
- c. Flow reduction in the lateral must be the result of:
 1. A collapsed pipe
 2. Invasive tree roots
 3. Settling which has broken the line and resulted in an obstruction. (spot repair is not eligible for funding by this program.)
- d. Problem Verification
 1. The cause of the lateral obstruction must be documented by a video inspection performed by the city personnel or an approved contractor. (list of approved contractors may be obtained from staff at City Hall.)
 2. The City Superintendant must review the results of the video inspection and the findings of his own investigation; the input from an approved contractor, if any; and offer a recommendation that establishes eligibility for the loan – or deny it based on a failure to meet the eligibility requirements.

II. Program Parameters

- a. Funding
 1. The sewer utility revenues will be used to fund this rotating loan program to an amount not to exceed \$20,000.00.
 2. Each loan application will be funded to an amount not to exceed \$3,500.00.
- b. Process
 1. Completion of the “Note and Sewer System Lien” form will serve as the application.
 2. Work on the lateral may proceed with the Superintendants approval. (The Superintendant must endorse the “Utility Superintendant authorization to Proceed” section of the application).
- c. Repayment
 1. The loan recipient must repay the unpaid balance at a rate not less than \$50.00/month.
 2. The loan will incur interest at the rate of 1% /annum.
 3. The particulars of each loan are a part of the “Note and Sewer System Lien” agreed to by the owner.

**Contractor's which may be used for performing a video
inspection of obstructed sewer lateral**

Please note; this is the most current list available. Any other contractor proposed to be utilized must have video inspection equipment. Contact Adrian Public Utilities Supt at 507-483-2680 for authorization to use a contractor who has the proper video equipment and are not listed here.

Keep in mind that a video inspection must be performed with the results forwarded to the Adrian Public Utilities Supt at 20 Maine Avenue to be eligible for a loan through the Sewer Lateral Remediation Loan Program.

Adrian Plumbing & Electric; Adrian	507-483-2152
Nienkerk Construction; Worthington	507-376-5810
Orv's Plumbing & Heating; Ellsworth	507-967-2464

Adrian Public Utilities
Note and Sewer System Lien/Application

Note; the entire lateral from the home to the sewer main must be replaced, spot repairs in a sewer lateral are not eligible for funding from this program.

Property (Fee) Owner/Applicant; _____ Contact Number: _____

Property address: _____ Prop Parcel #: _____

Flow reduction in the lateral is the result of;

Collapsed pipe Invasive tree roots Settling which broke the line & resulted in an obstruction

Problem Verification; the cause of the lateral obstruction must be documented by a video inspection performed by city personnel or an approved contractor. If performed by an approved contractor, the Utility Superintendent must be forwarded the results of the video.

Name of Contractor: _____ Phone: _____

By signing this application/lien I _____, consent and certify the following;
(fee owner/applicant)

1. The entire lateral from the house to the sewer main will be replaced.
2. If the street/curb is removed or damaged during lateral replacement, I understand as fee owner/applicant, I am responsible for any and all necessary repairs to the street/curb.
3. Approved applications (loans) are funded at an amount not to exceed \$3,500
4. Loan will be repaid by monthly payments not less than \$50 each month.
5. Interest will incur at a rate of 1% per annum.
6. I understand and agree this loan is a service of the Adrian Public Utilities and that any default in loan payments may result in the delinquent interest and principal amounts, in accordance with City Code Section 3.03 Subd 8, being certified to Nobles County as an assessment and the delinquent loan/interest payments will become part of my property taxes due and payable.

Date: _____
_____ (signature of fee owner/applicant)

*******FOR OFFICE USE ONLY*******

Video inspection completion date: _____ Contractor: _____

Cause of lateral Obstruction: _____

Authorization to Proceed: Yes No

Date: _____ Utility Superintendent; _____
(signature)