## LAKE CHELAN RECLAMATION DISTRICT

# MANSON, WASHINGTON

#### RESOLUTION 22-06

#### SEWER CONNECTION LOAN PROGRAM POLICY

## **Finding of Fact**

WHEREAS, it is the responsibility of a sanitary sewer collection provider to collect sewerage from the customer at the private property side sewer connection; and

WHEREAS, it is the sanitary sewer collection provider's responsibility to prevent the contamination of the environment and provide sewerage collection to protect public health; and

NOW THEREFORE BE IT RESOLVED that the Lake Chelan Reclamation District, hereinafter referred to as the District, establishes the following program policy to protect the public health and environment from the risk of contamination. For public health and safety, this policy shall apply equally to all qualifying existing customers.

### **Policy**

<u>Sewer Connection Loan Program</u>: A program to promote existing residences within the sanitary sewer service area and with failing septic systems to convert to the District sewer.

<u>Conditions of Eligibility</u>: As adopted by the District Board of Directors, Resolution 2022-06 states the Conditions of Eligibility are based on the following terms and limitations:

- a. Property location must be within the sewer service boundary as outlined in the District's latest edition of the General Sewer Plan.
- b. Maximum of 24-month loans are available for existing residential properties currently on septic systems. Longer duration must be approved by the District's Board of Directors.
- c. Property owner must have good payment history and be current with their utility account and assessments.
- d. Loan is only available to pay the sewer connection fee defined as the Sewer Hook Up Fee, Tap Fee, and Road Crossing Fee.
- e. Customer must complete and return the Loan Agreement Form to District office and pay Chelan County Recording fee and District Administration fee.

- f. Monthly billing for loan commences within 30 days from the date the agreement is executed.
- g. Customer must pay 10% down up front.
- h. Loan use limited to 90% of the estimated sewer connection fees and does not include customer's side sewer costs (on property).
- i. Loans will be secured by recording a lien against the customer's property.
- j. Cost of recording the Release document will be the customer's responsibility in final payoff.
- k. Rate of interest for loan is prime rate plus 1%. Prime rate is established as published by the Wall Street Journal on January 1<sup>st</sup> of each year.

Adopted this 12<sup>th</sup> day of July, 2022 at the regular meeting of the Board of Directors.

LAKE CHELAN RECLAMATION DISTRICT

BY:

President

ATTEST:

Secretary-Manager