



SSTS AND WELL LOW INTEREST LOAN PROGRAM 2026 APPLICATION GUIDANCE



Washington County Department of Public Health & Environment (PHE) participates in the Minnesota Department of Agriculture (MDA)'s Agricultural Best Management Practices program, which can be used to replace or repair eligible sub-surface sewage treatment systems (SSTS) or make qualified improvements to private wells. PHE serves as a local lender in the AgBMP program. PHE has partnered with the Washington County Community Development Agency (CDA) to administer this program.

How much money is available?

Washington County receives a funding allocation each year from the MDA and has local funds available as well.

Who is eligible?

- SSTS replacement/repair must result in a water quality improvement, **and** system must meet one of the following criteria.
 - Imminent public health threat
 - Failing to protect groundwater according to Minnesota Rules 7080-7083
 - Otherwise determined to be a threat to public health and the environment, as determined by PHE.
 - Older than 15 years
- Eligible well improvements or replacements include:
 - Relocating a well to meet setback requirements
 - Repair of broken casings
 - Replacement of a contaminated well, or well at risk of flooding
 - Abandon/seal open well (grant funds may also be available)
- Funding is available for new private connections to city water and sewer.
- If well replacement or water hookup is being funded, existing well must be sealed in accordance with the MN Well Code.
- If sewer hookup is being funded, existing SSTS must be sealed in accordance with SSTS regulations.
- In the event of limited funds, the county may award higher priority replacements first.
- You must own the property; either free of debt or through a mortgage.
- Taxes must be current. Mortgage payments must be current. The property must not be currently or imminently subject to repossession, forfeiture, or foreclosure.
- There are no income or asset restrictions.
- The loan is secured by a lien on the property.
- Facilities that have active criminal enforcement proceedings related to violations of environmental regulations instituted against them are ineligible.
- Ineligible: Construction of wells or SSTS for new properties, expansion or upgrading of a conforming SSTS due to construction of additional living quarters or expanded use; and repair of existing private connections to municipal sewer or water. **THE COUNTY CANNOT FUND COMPLETED OR UNDERWAY PROJECTS.**

How does the process work?

- Interested landowners can submit a SSTS Financial Assistance Application to the Washington County CDA. The application is available at www.co.washington.mn.us/septic. Applicants will need to set up a new user account before they can start an application. Once logged in, applicants complete online form then upload all the required documentation to apply.
- **Fees for the application process include: \$225 Application Fee**
Applicants may submit one check, made payable to Washington County CDA. If an applicant is turned down for a loan, or withdraws after financial review is completed, the CDA will refund 50% of the application fee.
- **Applicants can choose from three different term lengths and interest rates: 5 years (1.5%); 8 years (2%) and 10 years (3%).**
- Loan payments are set up as special assessments on property taxes. For sample payment schedules, contact the CDA or the county.
- Follow the application checklist at the end of this document and submit all required materials to the CDA. Providing a complete application and all supporting documentation at once will ensure a quick turnaround of your request for financial assistance.



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- After CDA receives and reviews all materials for eligibility, Washington County PHE staff will approve loans on a first-come-first-serve basis, as long as funds are available.
- A lien will be recorded on the property in question, for a maximum loan amount, based on bids received. **There is a \$46 recording fee and also MN Revenue, Mortgage Tax** that needs to be collected from homeowners for lien agreements that are recorded. Owner agrees to pay the Minnesota Revenue Mortgage Tax (rate is \$0.0023) of the debt that is secured by the recording mortgage of real property and a \$5 Minnesota Conservation fee.
- Applicants must submit one check, made payable to Washington County before the lien agreement can be recorded. The total dollar amount due will be given to you when lien agreement is ready to be signed.
- Washington County PHE will release the funds for actual work completed to the applicant once a Certificate of Compliance has been issued. The check will be issued jointly to the landowner and the contractor(s).
- Low Interest Loan applicants may be eligible for low income SSTS fix up grants as well. If you are interested, be sure to check that portion of the application, and loan and grant application review will take place simultaneously.

Other helpful information

Washington County and CDA staff will help applicants during the application process, but applicants are responsible for making the choices and doing all of the listed items including, but not limited to, the following:

- Applicants must provide CDA staff with necessary information promptly.
- Applicants – not staff – are responsible for soliciting estimates from contractors. A minimum of **two bids** is required for the installation of the designed system. The term “contractor” refers to Minnesota Pollution Control Agency (MPCA) licensed septic system designers, septic system installers, and other entities providing services to the replacement of the septic system. Contractors can be found at: <https://webapp.pca.state.mn.us/ssts/business-search>
- Applicants should also notify contractors of their participation in the loan program, as it affects the payment process
- Applicants – not staff – are responsible for selecting and entering into a contract with the contractor to do the work. Contractor selection shall be made on a competitive, lowest bid process, unless the applicant notifies the county and provides a reason for choosing the higher bid.
- Applicants and/or contractor **must** complete all the necessary permitting. Applicants must pay for permit and inspection fees required by Washington County PHE and are not exempt from those fees.
- Applicants are responsible for working with the contractors to settle any and all disagreements that may arise before, during, or after the job. If the applicant fails to abide by the program requirements or if the grantor withdraws or ceases funding for the program, the applicant shall be responsible to the contractor for all contractually agreed upon terms, including payment, without any further remedy for damages or recovery against Washington County.

If you are interested in participating in this program mail or bring your application and supporting forms to:

Washington County Community Development Agency
7645 Currell Blvd
Woodbury, MN 55125

Contact the CDA with application questions: 651-458-0936

Contact the county with questions about your SSTS: 651-430-6655



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Application Checklist: Use the following to ensure all required items are submitted with your application Your application will not be processed until all necessary and requested documentation is received at our office

All Loan Applicants:

- Completed Application for Financial Assistance signed by property owner(s)
- \$225 check payable to Washington County CDA
- Copy of photo IDs for all applicants
- Documentation of mortgage payments (two most recent mortgage statements)
- Copy of applicants’ two most recent Income Tax Returns, with all forms and schedules
- Two bids from contractors
- Copy of inspection report or letter indicating a finding of noncompliance

Applicants requesting loans > \$30,000:

- Full documentation of income and assets (see table below) for applicant and co-applicant

Applicants requesting Cost Share Fix Up grant funds in addition to Low Interest Loan:

- Copy of the two most recent Income Tax Returns, including all forms and schedules, for **all adult household members** who live at the property more than half the year
- Full documentation of income and assets (see table below) for **all adult household members**

Income and Asset Documentation

Mark the box next to any item that applies to your household. Use this checklist to gather the corresponding documents.

INCOME SOURCES	Acceptable documentation
Salary/Wages	Two most recent paystubs
Self-Employment	Tax Returns, including Schedule C
Business or Farm Income	Tax Return and all schedules, financial statements
Unemployment Benefits	Statement showing benefit amount and remaining balance
Veterans Benefits or Military Pay	Most recent benefit statement
Interest Income/Dividends	Most recent Tax Return, including all 1099 statements
Alimony/Child Support	Copy of support order or printout of payment history
Social Security Income(SSI/RSDI)	Most recent yearly benefit statement
Retirement/Pension	Statement showing disbursements, benefit letter, copy of payment
TANF/MFIP	Most recent benefit statement
General Assistance (GA), MN Supplemental Aid (MSA)	Most recent benefit statement
Rental Income	Copy of current lease
Other	Contact CDA

ASSETS	Acceptable documentation
Checking/Savings Accounts	Most recent bank statement
Stocks/Bonds/Investments	Most recent portfolio statement
IRA/401(k)/Retirement Accounts	Most recent account statement
Real Estate (only for 2 nd home, cabin, etc.)	Property Tax Statement with assessed value
Collector items (cars, coins, jewelry in excess of \$10,000)	Copy of appraisal or insurance certificate stating insurable value