

Loan Payments

In Person Cash, check, money order, cashier's check or credit/debit card

> City/County Government Center 1st Floor City Payments 160 S. Macy Street

By Mail Check, money order, or cashier's check Payable to: City of Fond du Lac

City of Fond du Lac City Payments PO Box 150 Fond du Lac, WI 54936-0150



PRIVATE LEAD WATER SERVICE LINE REPLACEMENT PROGRAM

Fond du Lac Water Utility

FINANCIAL INFORMATION

Water Business Office: Phone: 920-322-3680 Email: <u>fdlwater@fdl.wi.gov</u>

City Comptroller Office: Phone: 920-322-3454 Phone: 920-322-3455

Wisconsin Legislative ACT 137 of 2017

The Utility's Private Lead Water Service Line Replacement Program is a result of state legislation passed in 2017 that became Wisconsin Stat. §196.372. This legislation opened the doors for utilities to financially assist property owners in replacing lead service lines. It also set restrictions on how the utility may provide financial assistance, such as a grant shall not exceed 50% of the cost to replace the lead service line, and requires program approval from the Public Service Commission of Wisconsin

For more information regarding the legislation please see the following link:

https://psc.wi.gov/Pages/ForUtilities/Wat er/Lead-Service-Line.aspx

UTILITY LOAN FACTS

- If your work is completed, options are to pay loan in full to avoid yearly installment payments and interest or pay first yearly loan installment.
- Invoices for subsequent yearly installments will be mailed in early spring each year, with payment due in full by October 1st
- If NOT paid in full by October 1st
 - Reminder letter will be sent to homeowner in early October.
 - Homeowner has until November 1st to pay or will be considered delinquent, and a 10% penalty added.
 - If yearly installment plus penalty is not paid by November 15th, amount due will be added to the tax bill.
 - Any tax payments made are applied to delinquent loan amount first before property taxes.
 - Payment for amount on property tax bill is due by January 31st.
- All Loan balances must be paid in full upon property sale.
- Delinquent installment payments may become a lien on the property and will result in all future installments being immediately due.

** Work completed in 2023 will be invoiced and mailed out after Sept. 30, 2023.

SCENARIO #1

Total Replacement Cost of \$4,200

- Plumber would provide Utility with copy of customer invoice for \$4,200
- Utility would pay the full amount to the plumber.
- 50% or the max of \$2,000 would be applied to the invoiced amount in the form of a grant.
- The remaining \$2,200 would be a loan from the Utility.
- Repayment schedule example is shown below.



Total Replacement Cost of \$3,400

- Plumber would provide Utility with copy of customer invoice for \$3,400
- Utility would pay the full amount to the plumber.
- 50% or \$1,700 would be applied to the invoiced amount as a grant.
- The remaining \$1,700 would be a loan from the Utility.
- Repayment schedule example is shown below.

Scenario #2 Repayment Schedule

Year	Annual Loan Payment	Annual Principal Installment	Annual Interest Installment
1	\$194.24	\$151.74	\$42.50
2	\$194.24	\$155.53	\$38.71
3	\$194.24	\$159.42	\$34.82
4	\$194.24	\$163.41	\$30.83
5	\$194.24	\$167.49	\$26.75
6	\$194.24	\$171.68	\$22.56
7	\$194.24	\$175.97	\$18.27
8	\$194.24	\$180.37	\$13.87
9	\$194.24	\$184.88	\$9.36
10	\$194.24	\$184.76	\$4.74
Total	\$1942.40	\$1695.25	\$242.41

Note: Repayment Schedule is shown using the set interest rate of 2.50% . Average cost of lead service line replacement in 2022 was \$3,900.

Scenario #1 Repayment Schedule

	Annual	Annual	Annual	
	Loan	Principal	Interest	
Year	Payment	Installment	Installment	
1	\$251.37	\$196.37	\$55.00	
2	\$251.37	\$201.28	\$50.09	
3	\$251.37	\$206.31	\$45.06	
4	\$251.37	\$211.47	\$39.90	
5	\$251.37	\$216.75	\$34.61	
6	\$251.37	\$222.17	\$29.20	
7	\$251.37	\$227.73	\$23.64	
8	\$251.37	\$233.42	\$17.95	
9	\$251.37	\$239.26	\$12.11	
10	\$251.37	\$239.11	\$6.13	
Total	\$2513.70	\$2193.87	\$313.69	