

COLDWATER BOARD OF PUBLIC UTILITIES POLICY	EFFECTIVE DATE 10/1/2007
SUBJECT Sewer Lateral/Water Service Financing	NUMBER PO-22.85

APPLICATION:

All CBPU Residential Wastewater and Water Customers

OBJECTIVE:

To define the CBPU's policy for financing the cost for a residential customer to replace a residential sewer lateral or water service.

INFORMATION:

Residential customers of the CBPU wishing to finance the cost to replace a residential sewer lateral or water service through the CBPU, may do so under the following terms:

1. The property is owned by the applicant.
2. The customer's account(s) are in good standing with the CBPU and City of Coldwater; and the customer, as determined by the ASD Department, has a good pay history on all CBPU and City of Coldwater accounts.
3. The customer completes the *Sewer Lateral/Water Service Application Form*, which includes a copy of the itemized invoice from the contractor performing the work.

Amounts under \$3,000 will be financed for a term of twelve (12) months at a rate of 3.0% APR.

Amounts over \$3,000 will be financed for a term of twenty-four (24) months at a rate of 3.5% APR.

Upon the approval by the CBPU of the completed work to install the sewer lateral and/or water service, a "two-party" check will be issued in the name of the homeowner and the contractor in the amount applied for in the application.

APPROVED BY: The CBPU Board of Directors

9/18/2007
Date

Coldwater Board of Public Utilities

One Grand Street • Coldwater, Michigan 49036
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Sewer Lateral / Water Service Application Form

A. Applicant(s) Information

Name: _____

Street Address: _____

Phone Day: _____ Evening: _____

CBPU Account Number: _____

B. Finance Calculation

(A copy of the itemized invoice from the contractor performing the work must be enclosed with this application)

Total Cost: _____ Interest Rate: _____% APR

Interest Cost: _____

Total Amount: _____ Term 12 Months 24 Months

Monthly Amount Applied to CBPU Utility Bill: _____

Beginning Payment (month/year): _____ / 20_____

Ending Payment (month/year): _____ / 20_____

C. Applicant's Signature

I affirm that I own the property for which I am applying; I understand all terms and conditions of the financing; I understand that a default in payment will result in a mortgage being placed on the property stated above; I understand that all rules, regulations, and rates of the CBPU as stated in Chapter 1044 of the Codified Ordinances of Coldwater apply; and that the contents of the foregoing application are true. I acknowledge that this is a financing agreement, only, and that the CBPU neither contracted for the work, nor does it warrant any aspect of the work. The contractor selected by me is solely responsible for performance of the work, in all respects.

Signed: _____ Date: _____

Signed: _____ Date: _____

CBPU Representative: _____ Date: _____