# Monticello, MN Water Treatment Plant

Sales Tax Exemption Request



**HF 2132** 

SF 3016

Monticello's municipal drinking water meets regulatory requirements, but our municipal wells have manganese levels above the Minnesota Department of Health's recommended health guidelines. In 2020 and 2024, MDH issued a Health Risk Advisory for Monticello.

To best serve the community, the City needs to construct a Water Treatment Plant.

### **COST & TIMELINE**



### **Tax Exemption Request**

\$22.5 Million (estimated materials cost)

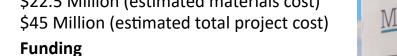
State of Minnesota: \$11 Million

Local Funds: \$34 Million



## **Purchase Period**

2025 - 2029





- Among regional peer communities, Monticello has the lowest median and mean household incomes (City of Monticello 2023 Housing Needs Study).
- Larger percentages of Monticello's population fall into low-income categories when compared with county level data (City of Monticello 2023 Housing Needs Study).
- The utility rate increase required to fund the project is estimated at 65%. Without additional assistance, this would be a significant burden on Monticello's utility rate payers.

## Preliminary Design







The City is working to improve drinking water by addressing manganese levels. The well with the highest levels is offline, and a study recommends constructing a centralized treatment facility. Our goal is safe, reliable water residents can trust.

