



# 2025 Capital Budget

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Our mission

**Protect and improve the  
environment and human health**

# Statewide drinking water contamination mitigation for private wells

## Challenge

- Drinking water supply for some Minnesota private wells is polluted with harmful contaminants like PFAS and 1,4-dioxane.
- Bottled water is a costly short-term fix. A more permanent solution is necessary.
- Conventional funding for drinking water improvements does not cover private wells.

## Solution

- Offer grants to support hook-ups to municipal systems, deeper well drilling, or other remedies.



**Request:**

**\$8 million GO Bonds**

# Priority project: Red Oaks Phase 2

- 1,4-dioxane and PFAS have been detected in groundwater in the Red Oaks neighborhood of Andover.
- Private wells are impacted at levels that may harm human health
- Residents are currently being given bottled water, but a connection to municipal water is needed





# The challenge of PFAS

Small amounts  
may be harmful.



Some build up in  
people over time.



All are difficult  
to remove and  
destroy.



# Proposal

Title	Dollar amount	Source
Statewide drinking water contamination mitigation for private wells	\$8 million	GO Bonds

- **Policy language** establishing these grants under the Statewide Drinking Water Contamination Mitigation Program and establishing eligibility criteria

# Capital Assistance Program

- Statewide program established in the Waste Management Act
- Funded through the capital investment bill with combination of GO bonds and cash
- Provides financial incentives to support solid waste infrastructure that aligns with the state's waste hierarchy



# Capital Assistance Funding process

- MPCA solicits applications, evaluates eligibility, and prioritizes projects
- If the legislature appropriates funds, MPCA solicits final applications and distributes funds to the highest-ranked projects.





# Clean Water Infrastructure Funding

- MPCA works in partnership with the Public Facilities Authority on funding for wastewater and stormwater infrastructure.
- MPCA is responsible for soliciting applications and ranking projects.
- The Capital Investment bill appropriates funds to PFA, which administers the loan program.





# Project Priority List (PPL)

- Used to prioritize projects for possible financing from several funding sources (CWRF, PSIG, WIF, Federal Principal Forgiveness)
- Criteria for prioritization are established in rule
- The FY2025 PPL contains 315 projects with a total estimated cost of **\$3.4 billion.**



# Questions?

