

Well Abandonment, Repair, and Replacement Fund

# Guidance for Homeowners 2024



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### **Questions or Need Assistance?**

#### Contact us at:



(503) 779-5763

Visit: owrd.info/warrf

OWRD.Well.Funding@water.oregon.gov



Oregon Water Resources Department Attention: Well Fund 725 Summer Street NE, Suite A Salem, OR 97301

### **Program Overview & Eligibility**

The Oregon Water Resources Department's Well Abandonment, Repair, and Replacement Fund (WARRF) may reimburse qualifying homeowners for the cost to abandon and replace or repair a dry or severely declining well or a well that was destroyed or damaged by wildfire that is unable to supply water for household purposes. The well must have provided household water for individual households, or members of a federally recognized tribe in Oregon. The applicant is responsible to schedule and pay for the work. If approved, WARRF will reimburse the applicant for associated well expenses. WARRF funding is a grant, not a loan.

Funding is currently available to qualifying low-tomoderate income households. To be eligible for funding, the applicant must meet <u>ALL</u> the following requirements. See the Eligibility Checklist on pages 4 and 5 for more information on these requirements.

#### **Income Eligibility:**

✓ Your household is low to moderate income.

#### **Property Eligibility:**

- ✓ You own the property.
- ✓ The property is your only residence (unless displaced by natural disaster).
- ✓ This is the only property you own.

#### Well Eligibility:

- Your well is connected to your home for the purpose of supplying water for drinking, culinary, washing, bathing, a small household garden, or other household uses.
- ✓ Your well, or components of the well system, are unable to supply water for household purposes.
- ✓ Your property does not have an alternate source of water available.

### Definitions

Water supply well used for household purposes - a well connected to a residential dwelling for the purpose of supplying water for drinking, culinary, washing, bathing, or household uses and is not a public water supply.

Abandon - permanently remove a well from service as defined in <u>Oregon Administrative</u> <u>Rules (OAR) 690-200-0050 (1)</u>.

**Eligible well** - an affected household water supply well, or components of the well system, that is one in an area recently impacted by drought or wildfire, and whose condition is unable to supply water for drinking, culinary, washing, bathing, or household uses.

Household – all individuals who resides at the household's physical address, including all family members and roommates who are not related and not part of a separate lease agreement.

**Repair** - implementing actions necessary to restore the condition of an affected household water supply well, or components of the well system, for drinking, culinary, washing, bathing, or household uses. Repair includes, but is not limited to, deepening.

**Replace** - installation of a new water supply well for household purposes in place of an existing affected water supply well used for household purposes. Replacement may occur when repair is not appropriate as determined Oregon Department of Water Resources (OWRD). The Well Abandonment, Repair, and Replacement Fund (WARRF) may reimburse up to \$40,000 to qualified homeowners to permanently abandon, replace, or repair a well used for household purposes.

### To apply, an applicant must meet All the following requirements:

- 1. Your well is a water supply well used for household purposes, which means a water supply well that is connected to your primary residential dwelling for the purpose of supplying water for drinking, culinary, washing, bathing, or household uses and is not a public water supply.
- 2. Your well is unable to supply adequate water for drinking, culinary, washing, bathing, a small garden, or other household uses.
- 3. Your property does not have an alternate source of water available.
- 4. You are a homeowner whose well is dry or severely declining or was destroyed or damaged by a recent wildfire:
  - **Dry Well** Your well does not supply adequate water for your household needs, and you have submitted a <u>Dry Well Reporting Form</u>.
  - Wildfire Your well or well components were damaged or destroyed by a recent wildfire.
- 5. You own the property and are either listed as borrower on the mortgage of the property or listed on the property deed, and:
  - If your well was damaged or destroyed by wildfire, you owned the property prior to the date of the wildfire.
  - If your well is dry, you owned the property **1 year** (365 days) prior to WARRF application date.
- 6. You live at the property (unless displaced by wildfire), it is your only residence, and it is the only property you own.
- 7. You are not applying for or receiving a grant from a county funding source or any other OWRD well funding program for expenses to abandon, repair, or replace your domestic water supply well.
- 8. You are not involved in an unresolved OWRD regulation order, notice of violation, or well construction compliance violation.

If you do not have access to a computer and would like help completing a <u>Dry Well Reporting Form</u>, please call us at 503-779-5763. 9. Your household qualifies as low to moderate income. You meet the definition of low to moderate income if your household gross yearly income (income before taxes or deductions) falls within the range indicated next to your household size:

Household Size	Gross Yearly Income
1	\$0-\$44,281
2	\$0 - \$59,890
3	\$0 - \$75,498
4	\$0 - \$91,107
5	\$0 - \$106,716
6	\$0 - \$122,324
6+	For each additional household
	member above 6, add \$15,609.

There are multiple ways to establish income eligibility. Please include proof of eligibility with your application. You only need to provide proof for <u>one</u> of the following to qualify for this funding:

Proof of Eligibility:	Examples of proof of eligibility accepted:
Low Income Home Energy Assistance Program (LIHEAP)	No additional proof is required, we will contact the Oregon Housing and Community Services to verify eligibility.
,	
Oregon Medicaid (OHP)	A current copy of an eligibility notice or letter.
Supplemental Nutrition Assistance Program (SNAP)	A current copy of an eligibility notice or letter.
Temporary Assistance for Needy Families (TANF)	A current copy of an eligibility notice or letter.
Low to Moderate Gross Yearly	You must submit documentation for all income:
Household Income	<ul> <li>Entire current federal tax return for every filer residing at the household physical address</li> <li>Agency letter showing money received from Social Security, Veteran's Affairs, Employment Department, or another federal, state, or local agency</li> <li>Retirement statement</li> <li>Paternity, custody, divorce decree, or support order</li> </ul>

The following documents are required to apply for funding to abandon, repair, or replace an affected household water supply well.

### Documents required of ALL applicants:

- ✓ Completed <u>Application Form</u>
- ✓ Documents necessary to establish your income eligibility (such as entire Federal Tax Return, or eligibility letter or notice from OHP, SNAP, or TANF).
- ✓ Cost estimates for all expected costs to abandon and replace or repair your well. These estimates should include drilling and abandonment or repair from a <u>licensed well</u> <u>constructor</u>, electrical, plumbing, and/or pump costs. If replacing your well, you must include a cost estimate to abandon your existing well. *Please see page 7 for a list of eligible costs*.
- ✓ If your well is dry or severely declining, you must complete a <u>Dry Well Reporting Form</u> prior to submitting your application. You do not need to include a copy with the application as it is available electronically to WARRF Program staff.
- ✓ For your existing well, include the <u>Well Report</u> number or attach a copy of the well log report for your well (if available).

**Please note**: By applying, you agree to verify your stated income with additional documentation upon request. If, during the evaluation of your application, or after you have received the assistance, it is later determined that you provided false information in your application, false income, or documentation, or if you do not provide supporting information when requested, your application will not be approved, or, if funded, you may be subject to criminal prosecution or civil action.

### **Eligible and Ineligible Costs**

The Well Abandonment, Repair, and Replacement Fund (WARRF) may reimburse up to \$40,000 to qualified homeowners to permanently abandon, replace, or repair a well used for household purposes.

The homeowner will not be reimbursed for any costs above the funding limit or costs identified as ineligible.

#### Eligible costs

- Costs including work and materials associated with and necessary to permanently abandoning eligible wells in accordance with <u>690-210</u>, <u>690-215</u>, and <u>690-220</u>
- OWRD Start Card fee
- OWRD Groundwater use registration fee
- Costs including work and materials associated with and necessary to abandon, repair, or replace eligible wells include:
  - Annular seal
  - Casing
  - Drilling
  - Electrical necessary to connect the pump to a power source (must be licensed professional)
  - Liner
  - Mobilization
  - Perforating and/or removing casing
  - Pitless adapters
    - lapters

#### Ineligible costs

Costs **NOT** eligible include but are not limited to:

- Electrical wiring inside the residence
- Electrical wiring to out-buildings or non-residential structures
- Fencing
- Homeowner or family labor
- Landscaping costs
- Maintenance of any kind
- Plumbing to out-buildings or nonresidential structures, to landscaping, or within the residence

- Plumbing necessary to connect the well head to the residence (must be licensed professional)
- Pressure tank
- Pump
- Seal material to abandon well
- Storage tank
- In the case of a well affected by wildfire, a confirmed previously existing water treatment system when the water treatment system was destroyed by wildfire
  - Road construction expenses
  - Water testing
  - Water treatment systems when not destroyed by wildfire
  - Water witching or water dousing or any other method to predict water production
  - Well/pump house construction or reconstruction
  - Wells used only for irrigation
  - Work completed by unlicensed driller, plumber, etc.

## **Application and Funding Process**

	Application
	Applicant submits WARRF application, including estimates for all work and proof of income.
	WARRF staff review application for completeness & preliminary eligibility:
1	<ul> <li>If application is incomplete, applicant is notified of missing information and may be given an opportunity to provide additional information.</li> <li>If applicant is not eligible, application is denied and applicant is notified.</li> </ul>
	For complete and eligible applications, WARRF staff request a pre-award inspection of the
	affected well by an OWRD well inspector.
	Pre-award Inspection OWRD well inspector completes pre-award inspection of the affected well and sends report to
	WARRF staff.
	WARRF staff review inspection report:
4	If well is eligible, WARRF staff complete final prioritization.
	<ul> <li>If well is not eligible, application is denied and applicant is notified.</li> </ul>
	WARRF staff will approve application and determine award amount.
	Grant Agreement
7	WARRF staff prepare grant agreement and send to applicant.
5	Applicant signs and dates grant agreement and returns it to OWRD.
	OWRD signs grant agreement and returns copy to applicant.
	Work Completed
Л	Applicant schedules all work and makes payment arrangements.
4	All work is completed to repair or replace and abandon the old well by licensed well driller,
	electrician, plumber, and/or pump company.
	Applicant notifies WARRF staff that work is complete.
	Post Inspection
	WARRF staff schedule a post-inspection with OWRD inspector to verify work was completed to
	OWRD standards.
<b>)</b>	Inspector sends post-inspection results to WARRF staff.
	WARRF staff review post-inspection report.
	WARRF staff notify applicant of results and sends fund request form to applicant.
	Payment
6	Applicant completes and submits fund request form with all invoices and/or receipts.
D	WARRF staff review and approve fund request.
-	OWRD fiscal staff process fund request and send check to applicant.

#### **Questions about Eligibility and Funding**

### I am not eligible for this funding opportunity; are there any other funding sources I could access?

• Funding may be available through your county, home insurance (in case of fire), veterans' programs, or other sources. If you apply for or receive funding from any other grant fund, you are not eligible to apply for funds from WARRF.

#### Are renters eligible for funding?

• Renters are not eligible; it is the responsibility of the landlord who is the property owner to provide safe drinking water (<u>More information</u>).

#### I own multiple properties, am I an eligible applicant?

• No, you are not eligible for funding.

#### Is funding guaranteed if I am an eligible applicant?

• No. Funding is limited and applying for the program does not guarantee that your application will be approved.

#### How will I be notified if I am approved or denied for funding?

 After your application has been evaluated for completeness, OWRD will schedule a preinspection of the affected well with an OWRD Well Inspector. The OWRD Well Inspector will send a pre-inspection report to the Well Fund Coordinator, who will then verify you and your well are eligible and approve or deny the application. You will then receive an email notifying you if you are approved or denied for funding. If you do not have an email address, WARRF staff will contact you by phone or mail with the decision. Please see the Application and Funding Process section for more information.

#### How will I receive the funding?

After the eligible work to abandon, repair, or replace your well is completed, you will
request a post-inspection visit from OWRD. The OWRD Well Inspector will complete a
post-inspection to verify the approved work was conducted and complies with OWRD
Standards. The Well Inspector will provide the results of the post-inspection to WARRF
staff who will review the post-inspection report and notify the applicant of the findings.
If approved, WARRF staff will then provide a Fund Request Form for the applicant to
complete and return with copies of all receipts and invoices for the completed work.
Once the Fund Request is approved by WARRF staff, OWRD Fiscal staff will then process
the request and you will be sent a check to reimburse you for your eligible costs.

#### I have already paid a well constructor for work on my well. Can I get reimbursed for it?

• No. Work completed prior to WARRF grant approval is not eligible for reimbursement.

#### Will I have to pay taxes on this funding?

• These grant funds are considered taxable income. You will receive a 1099-G form for the year your reimbursement is processed. Program participants are responsible for understanding any tax implications as a result of accepting this funding. OWRD cannot provide tax advice. For additional information, contact the IRS or a tax professional.

#### **Questions about Wells and Well Contractors**

#### What wells are not eligible for funding?

- A well that is a Public water system or a Public well.
- A monitoring well or observation well.
- A low-temperature geothermal well with no domestic secondary consumptive use component.
- A water supply well on an applicant's property not plumbed to the house.
- Wells for new residential development unless the residence was destroyed by a natural disaster.
- A well with adequate flow but water quality issues.

#### Do I have to permanently abandon my affected well?

If the affected well is to be replaced, the well must be permanently abandoned, unless otherwise pre-authorized by OWRD. In some cases, if the replacement well is unable to supply water for drinking, culinary, washing, bathing, or household uses, the well owner may have the option to use both the original affected well and the replacement well. This may only occur if pre-authorized. If you are interested in this option, please include a copy of the well log for the existing well and a request to keep the current well. If your well meets the requirements, you will be notified prior to application approval.

## My well produces some water but is unable to supply enough water for drinking, culinary, washing, bathing, or household uses, am I eligible?

• In some cases, a well or components of the well system that has a high likelihood of becoming unable to supply water sufficient to meet household purposes and whose condition is verified by OWRD may also be considered an affected well.

#### My household well is old and not registered with OWRD, am I eligible?

• A well is eligible regardless of registration status for abandonment and replacement. An undocumented well is not eligible for repair unless it can be documented by OWRD that the repaired well will meet minimum well construction standards.

## I have a well that I used solely to water my garden and livestock, is that well eligible for funding?

• No. An eligible well is an affected household water supply well, or components of the well system, is one whose condition is unable to supply water for drinking, culinary, washing, bathing, or household uses.

#### Is there a limit on the diameter of a replacement well?

• Yes. The replacement well shall be constructed in a manner consistent with the original affected well's diameter and shall not exceed the diameter of the original affected well. In cases where the original well is less than six inches, the replacement well may exceed the original affected well's diameter but shall not exceed six inches.

#### Can I be reimbursed for my own labor and costs?

No. Funding will only be provided for work performed by professionals. These can
include Licensed Plumbers, Electricians, or Water Supply Well Constructors who hold a
current Water Well Constructor's License with a water supply well endorsement issued
in accordance with Oregon Revised Statute <u>ORS 537.747(3)</u>.

#### What are the requirements of the well constructor?

- The well constructor holds a current Water Well Constructor's License with a water supply well endorsement issued in accordance with <u>ORS 537.747(3)</u>. Find a <u>licensed well</u> <u>constructor</u>.
- All work performed by a well constructor shall comply with all OWRD Well Construction Standards.
- Well driller shall be bonded in accordance with 537.753. (1) or shall have in effect a surety bond or an irrevocable letter of credit issued by an insured institution, as defined in <u>ORS 706.008</u>, running to the State of Oregon of a minimum amount of \$20,000.

### I am having trouble getting a cost estimate for a portion of the work. Can I submit my application without it and submit the cost estimate later?

• No. You need to submit the cost estimate with your application for OWRD to evaluate your grant application. Please wait to submit your application until you obtain all necessary cost estimates.

### **Other Resources**

- Find a Licensed Well Constructor
- Find licensed contractors to work on water pumps or electrical: <u>http://search.ccb.state.or.us</u>
  - Type "pump" or "water" in the search bar to find contractors with those words in the name.
- **Oregon Water Resources Department** Well construction standards, well logs, well inspections, and well constructor licensing. Processes water right transactions.
  - o Water Wells and Drought
  - Well Construction and Compliance, Phone: 503-302-8618
  - o Well Inspector Contact Information
  - <u>Water Resources Department Well Owners</u> <u>Handbook</u>
    - Español
  - Water Right Information, Phone: 503-986-0900
  - o Saving Water Inside the Home
  - Learn More about What You Can Do to Use Water Wisely
- **Oregon Health Authority** Information on water well testing and potential water contaminants.
  - Domestic Well Safety Program, Phone: 971-673-0440
  - o <u>Tips for Testing Water</u>
  - o List of Accredited Labs for Water Testing
- Environmental Protection Agency
  - WaterSense Program Fix a Leak Week

