



Committed to the Future of Rural Communities
USDA Rural Development

COM 906-663-6852 or Fax 906-663-6852 - TDD 800-649-3777

March, 2009

HOUSING REPAIR LOANS AND GRANTS

Terms and Conditions:

Maximum loan is \$20,000.00. Interest rate is 1% fixed. Zero down. Maximum loan term is 20 years. No pre-payment penalty. The payment on a \$10,000 loan is \$46.00 for example. All repair work to be completed by qualified contractors.

Eligibility Requirements:

1. Household income below 50% of county median (call to check the income guidelines).
2. Unable to obtain assistance elsewhere and lack the resources (cash or other assets) to do the repairs.
3. Applicant must own and occupy a single family home.
4. Must be at least 18 years of age for loan program. **Either the applicant or co-applicant must be at least 62 years of age and unable to repay a loan to receive a grant.**
5. Applicants must have acceptable credit, good repayment ability, the legal capacity to incur the loan obligations.
6. Must comply with our asset limits and our minimum adequate site requirements.

504 REPAIR LOANS

Purposes:

- Install insulation, new windows, doors and siding.
- Fix weak or damaged floors, walls, or roofs. Remove building code violations.
- Heating and electrical system replacement and upgrades.
- Remodel for physical disability needs or handicap accessibility.
- Add needed living space. Remodel the kitchen, bathroom, or otherwise modernize home.
- Repair/replacement of water and sewage systems.

504 REPAIR GRANTS

Purposes:

Repairs are restricted to the removal of health and safety hazards. No cosmetic improvements are allowed. Can remodel for physical disability needs or handicap accessibility.

Terms and Conditions:

Maximum lifetime limit is \$7,500.00. An agreement must be signed providing for the repayment of the grant if the property is sold or transferred within 3 years after the grant is issued. All repair work to be completed by qualified contractors.

FOR MORE INFORMATION or an Application Form, CALL (906) 663-6852

Rural Development is an Equal Opportunity Lender, Provider and Employer. Complaints of discrimination should be sent to: USDA, Director of Civil Rights, Washington DC 20250-9410