

Impact Fee/Capacity Charges Loan/Grant Summary Page

Purpose: To assist eligible persons with the cost of impact fees and/or capacity charges associated with connection of existing housing units to the county water and/or sewer system.

Funding Source: State Housing Initiatives Partnership (SHIP)

Eligible Persons: Very low income persons
Low-income persons (only when the impact fee/capacity charge loan/grant is a match for another state or federal housing program such as CDBG)

Assistance: The county provides loans/grants of up to \$20,000.00 per unit for the cost of impact fees and/or capacity charges. The applicant must execute a loan/grant agreement with the county indicating that the applicant will comply with the county's Local Housing Assistance Program's requirements.

Criteria: Income Eligible Households: VLI (not to exceed 50% of the county's median income), LI (51-80% of county's median income).

Property Qualification: Owner-Occupied

Debt Ratio: N/A

Loan/Grant Period: 10 Years. After 10 years the loan will turn into a grant and will be forgiven.

Interest Rate: 3% simple annual interest for VLI and LI households
Interest accumulated will be forgiven after 10 years occupancy.

Repayment Terms: Applicant must sign the county's promissory note and mortgage document. Mortgage document will be satisfied after termination of 10 year affordability period. Repayment of the loan amount and accumulated interest occurs upon resale of the assisted unit prior to 10 years, refinanced with cash out, or occupied by someone other than the original loan/grant recipient.