

## Rehabilitation Loan Summary Page

Purpose: To fund all or a portion of the cost encountered in rehabilitating existing or acquired owner-occupied housing units.

Funding Source: State Housing Initiatives Partnership (SHIP)

Eligible Persons:

- Very low-income persons
- Low-income persons
- Moderate-income persons

Assistance: The county may provide up to \$50,000.00 per unit in rehabilitation loans consistent with the county's minimum rehabilitation loan standards and requirements. The applicant shall execute a loan 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 the county's median income) MI (81-120% of the county's median income).

Property  
Qualification: Owner-Occupied

Debt Ratio: N/A

Loan Period: Deferred payment loan

Interest Rate: 3% simple annual interest for VLI & LI households  
5% simple annual interest for MI households

Interest accumulated will be forgiven after 10 years occupancy for very low and low income households and after 20 years occupancy for very low and low income households.

Repayment Terms: Applicant must sign the county's promissory note and mortgage document. Repayment of the loan amount and accumulated interest occurs upon resale of the assisted unit, refinancing with cash out, or occupied by someone other than the original loan recipient.