

Hutchinson Emergency Home Repair Grant Program Grant - No Monthly Payment

The Hutchinson Emergency Home Repair Grant Program is to assist homeowners with a **GRANT** for eligible emergency home repair costs.

Eligible repairs are for failure of a heating, electrical, ventilation or plumbing system in a home.

- Other emergency conditions that could cause the home to be or become uninhabitable may be considered on a case-by-case basis.
- *Wanted repairs have to be subject to a building/electrical permit inspection.* If the wanted repairs are **not** subject to a building permit inspection or a State Electrical Inspector inspection then the homeowner is not eligible for the grant program.
- The Grant is for emergency repair costs not to exceed **\$5,000**. Any costs exceeding the maximum will be the responsibility of the Homeowner.

Rehab Process:

- Submit two bids from Minnesota licensed contractors.
- No HRA inspections will be performed but the homeowner/contractor will be required to get a Building/Electrical Permit from the City Building Department or the State Electrical Inspector and follow that process. This option addresses only limited eligible work items requested by the homeowner that are subject to the City of Hutchinson's building permit. Only a building permit inspection for the specific work item will be performed. The HRA and City of Hutchinson will not perform a full house inspection and is not responsible for any other code issues that may be present.
- No materials only loans. Payment made directly to the selected contractor on behalf of the homeowner.

To Qualify:

- You must live in the City of Hutchinson.
- Applicants must apply for the MHFA Rehab Loan program first.
- You must have 1/3 fee title interest in the property, through a Mortgage, Contract of Deed or Life Estate that is on record at the McLeod County Recorder's Office.
- You must be current on your House Payments and Property Taxes and have home insurance
- Your Gross Annual Total Household Income for the Grant Program, of any person age 18 or older, including ALL SOURCES of income, cannot exceed **60% AMI** adjusted for family size:

<u>Family Size</u>	<u>Income Limit</u>	<u>Family Size</u>	<u>Income Limit</u>
1	\$32,100	5	\$49,560
2	\$36,720	6	\$53,220
3	\$41,280	7	\$56,880
4	\$45,840	8	\$60,540

Homeowner Paid Administration Fees & Closing Costs:

- \$350 – loan application fee, paid to the HRA (can be wrapped into grant not to exceed maximum grant amounts)
- \$50 – title search fee paid to the HRA (can be wrapped into grant not to exceed maximum grant amounts)

