



Fact Sheet

Small Cities Development Program Owner Occupied Housing

- The City of Fairmont has received funding for homeowners interested in making improvements to their homes from the Small Cities Development Program (SCDP).
- The assistance is in the form of a 0% interest, forgivable loan.
- The maximum SCDP investment in any structure is \$25,000.
- Applicants that show affordability will be required to fund up to 30% of the SCDP amount through a Fix Up loan, Rural Development loan, other financing or cash. These funds will be escrowed with Minnesota Valley Action Council (MVAC).
- The SCDP 0% Deferred Loan is paid back to City of Fairmont when the property title is transferred, the property is sold, or you are no longer living in the home within ten (10) years of the loan.

Qualification Requirements

- You must be living within the target area of Fairmont as defined in the SCDP grant application.
- You must have qualifying property ownership of one of the following:
 - A 1/3 interest in the property title
 - A 1/3 interest in a contract for deed
 - A valid life estate
- You must be able to meet the requirements of matching funds to complete your project.
- Your gross annual income must be within the following limits: *(As of 05/2022)*

<u>Family Size</u>	<u>Annual Income</u>	<u>Family Size</u>	<u>Annual Income</u>
1	\$46,700	5	\$72,000
2	\$53,350	6	\$77,350
3	\$60,000	7	\$82,650
4	\$66,650	8	\$88,000

- Improvements that qualify to make your home energy efficient, safe, habitable and accessible to physically challenged occupants include, but are not limited to:
 - Lead based paint interim control
 - Defective plumbing, heating, or electrical systems
 - Rotted siding, porches, or steps
 - Wall repair, floor coverings or paint
 - Roofing, windows, or doors
 - Ramps or bathroom accessibility conversions

For additional information, please contact:

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SCDP Grant Application Target Area

CITY OF FAIRMONT, MN

2022-2023

