

Who is eligible for the loan?

A homeowner living in a residence that was damaged by the flood who lives in Barnes, Benson, Burleigh, McHenry, Morton, Ramsey, Renville, Richland or Ward County qualifies for this loan. If you did not have flood insurance coverage for a 2011 flood event, you still qualify for this loan. You will be required to purchase flood insurance to receive this loan. The Legislature approved \$50 million for this program; \$5 million of this can be used for manufactured homes.

What are the terms of the loan?

The maximum loan amount you may apply for is \$30,000 or the actual amount of documented damage, whichever is less. Of the loan total, 20 percent may be used for debt service, debt retirement, other credit obligations, or to purchase flood insurance. The remaining 80 percent must be used for post-flood damage.

You are allowed to apply for a Rebuilder's Loan even if you already received an SBA loan. Post-flood related expenses not covered by an SBA loan are eligible for this loan.

Interest is a 1% fixed rate. There are no payments required for the first two years, however interest will accrue. After that, you will have monthly payments for 18 years. Flood insurance is required for every homeowner receiving a loan.

What can the loan be used for?

- ▶ Materials and contractor labor for home clean-up and repair
- ▶ Appliances
- ▶ Water heaters
- ▶ Furnaces and air conditioners
- ▶ Winterizing and heating home
- ▶ Septic tanks
- ▶ Tree removal expenses to improve safety
- ▶ Professional home cleaning expenses
- ▶ Down payment on another home in the same community if the new home was purchased post-flood. This includes manufactured homes; a loan can be given for the assessed pre-flood value of the manufactured home.



What repairs are not covered by this loan?

- ▶ Labor provided by homeowner
- ▶ Landscaping
- ▶ Personal property such as furniture and clothing

Where do I apply?

Apply at your local bank or credit union. The loan will be originated and serviced by your bank or credit union.

When can I apply for the loan?

Applications will be accepted through September 30, 2012 or until the \$50 million has been lent.

What do I need to take with me when I apply at local lender?

- ▶ A copy of the letter from the county stating that you had a loss of value for real estate tax purposes
- ▶ An estimate of costs to repair from flood insurance, professional contractor or SBA (Small Business Administration)
- ▶ If you are applying for a down payment loan, you will also need a copy of your purchase agreement, and a closing statement if applicable.