



CDBG HOUSING REHABILITATION LANDLORD PRE-APPLICATION – INITIAL COMMITMENT

In January 2020 the State of Kansas will be awarding Community Development Block Grants to cities in Kansas that are in need of housing rehabilitation. The City of Hutchinson has determined that if awarded the grant, they are planning to allocate funds to Landlords who rent to low-to-moderate income families. Of this award money, each home may be able to receive up to a maximum of \$25,000 per rehabilitation. In addition to this the Landlord must commit 25% of the final cost of rehabilitation. [Example: if a home is in need of \$30,000 worth of repairs, the landlord would be required to commit 25% of that final price (\$7,500) and the grant would assume 75% of the rehabilitation costs (\$22,500)].

This pre-application is asking for a commitment from the landlord that he or she would be willing to commit properties in need of rehabilitation as well as commit 25% of the repair cost. This pre-application is not a binding contract. **Actual applications will be solicited from interested landlords if a grant is awarded.** This is only to judge commitment and willingness to participate. If a grant is awarded to the City of Hutchinson, your application will be contingent on participation by your tenant.

LANDLORD/OWNER'S NAME: _____
ADDRESS: _____ PHONE: _____

HOMES FOR REHABILITATION (List all eligible addresses of properties owned)

No.	Address
1	
2	
3	
4	
5	

This grant is to be awarded to landlords who rent to low-to-moderate (LMI) income families and must continue to be rented at current or Fair Market Rates (whichever is less) for a period of 3 years to qualifying low-to-moderate households. Additionally, a soft mortgage will be applied for that same 3-year period which will amortize off 1/36 per month. In the event the unit is sold either the new owner will need to agree to these same terms, or any un-amortized portion will be owed.

2019 LMI Income Guidelines	
1-person household	\$34,450
2-person household	\$39,400
3-person household	\$44,300
4-person household	\$49,200
5-person household	\$53,150
6-person household	\$57,100
7-person household	\$61,050
8-person household	\$64,950

2019 Fair Market Rates (by unit bedrooms)	
Efficiency	\$468
One-bedroom	\$551
Two-bedrooms	\$729
Three-bedrooms	\$913
Four-bedrooms	\$1,040

This grant will allow the City of Hutchinson to rehabilitate a minimum of 12 homes. Besides first come/first served, individual rehabilitations will be prioritized by need. Other criteria could include elderly, handicapped, school age children in the home, level of income, approved local match from landlord, etc.

Signature of Landlord

Date