

II. PERSONAL

Date _____ Telephone No. _____

Property to be rehabilitated _____

Home Address _____ Zip _____

Mailing Address _____ Zip _____

How long have you owned the property to be rehabilitated? _____

Approximate age of structure _____

NAMES ON TITLE

_____ Date of Birth _____ Soc. Sec. _____

_____ Date of Birth _____ Soc. Sec. _____

Number of Children living with you _____ Ages _____

III. EMPLOYMENT:

Applicant 1

Applicant 2

Name of Employer _____

Address of Employer _____

Phone No. of Employer _____

Years on Job _____

Self-Employed _____

If less than two years, list former employer's name and address and period employed.

Name	Address	Months
_____	_____	_____

IV. ASSETS:

Savings Acct. No. _____ Avg. Balance _____ Name of Bank _____

Checking Acct. No. _____ Avg. Balance _____ Name of Bank _____

Savings Bonds: Yes _____ No _____ Amount \$ _____

Do you own stock? Yes _____ No _____ Amount \$ _____

Certificates of Deposit? Yes _____ No _____ Amount \$ _____

V. MORTGAGE INFORMATION ON PROPERTY TO BE REHABILITATED:

Name of Bank or Lender of First Mortgage _____

Address _____ Zip _____

Name of Other Mortgage Holder _____

Address _____ Zip _____

First Mortgage Original Amt. \$ _____ Balance \$ _____

Second Mortgage Original Amt. \$ _____ Balance \$ _____

Maturity Date: First Mortgage _____ Second Mortgage _____

VI. EXPENSES:

	<u>MONTHLY</u>	<u>ANNUALLY</u>
Mortgage (principal and interest)	\$ _____	\$ _____
Mortgage Insurance	_____	_____
Real Estate Taxes	_____	_____
Homeowners Insurance	_____	_____
Electricity	_____	_____
Telephone	_____	_____
Water/Sewer	_____	_____
Heat	_____	_____
Child Care	_____	_____
Personal Property Taxes	_____	_____
Life Insurance Premiums	_____	_____
Auto Insurance Premiums	_____	_____
Auto Expenses	_____	_____
Medical Costs	_____	_____
Alimony/Child Support	_____	_____

INSTALLMENT LOANS (over 6 months)	<u>MONTHLY PAYMENT</u>	<u>ORIGINAL</u>	<u>AMOUNT</u>	<u>BALANCE</u>
_____	\$ _____	\$ _____	\$ _____	_____
Creditor _____				
Purpose _____				Maturity Date _____
_____	\$ _____	\$ _____	\$ _____	_____
Creditor _____				
Purpose _____				Maturity Date _____
_____	\$ _____	\$ _____	\$ _____	_____
Creditor _____				
Purpose _____				Maturity Date _____
Additional Expenses (Explain) _____				

VII. INCOME:

Gross Weekly Income of Borrower \$ _____ Co-Borrower \$ _____

Total Gross Weekly Income \$ _____

Monthly Social Security Income \$ _____

Monthly Income from other sources \$ _____
 (Includes, but not limited to, rental, stocks, bonds, pensions, alimony, child support, funds contributed by family members living with applicant, etc.)

If pension, from whom? _____

TOTAL ANNUAL INCOME \$ _____

VIII. RENTAL INCOME

Owner is occupant _____ Non-Occupant _____ Number of Apartments _____

Gross Monthly Rent Each Apartment and Number of Bedrooms:

1st \$ _____ # of Bedrooms _____ 2nd \$ _____ # of Bedrooms _____

3rd \$ _____ # of Bedrooms _____ 4th \$ _____ # of Bedrooms _____

5th \$ _____ # of Bedrooms _____ 6th \$ _____ # of Bedrooms _____

Do rents include any utilities? _____ If yes, which ones and what is the monthly cost? _____

IX. OTHER INFORMATION:

Is this property in Probate? Yes _____ No _____

Does property have Attachments, Liens or Judgments? Yes _____ No _____

Are real estate taxes current on all City owned property? Yes _____ No _____

X. DECLARATIONS

CREDIT CHECK STATEMENT

This is to authorize that you consent to allowing the City of Middletown perform a credit check for the purposes processing this application.

Further the City of Middletown will keep this credit check confidential and not be used for any other purpose not related to processing this loan application

Signature _____

Signature _____

Date _____

ACCURACY STATEMENT

This is to authorize you to give any oral or written information in my regard, requested by the City of Middletown Department of Planning, Conservation & Development in order that I may apply for a rehabilitation loan/grant, as provided for in the Community Development Act of 1974.

“I/We certify that all information in this application and all information furnished in support of this application is true and complete to the best of my/our knowledge and belief.”

If the applicant knowingly and willfully falsifies or makes any false, fictitious or fraudulent statements or representations, he shall be compelled to repay to the Town/City all loan or grant monies received from the HUD/DoH Block Grant funds.

Penalty for False or Fraudulent Statement, U.S.C. Title 18, Sec. 1001, provides: “whoever, in any matter within jurisdiction of any department or agency of the United States knowingly and willfully falsifies... or makes any false, fictitious or fraudulent statements or representations, or makes or uses any false writing or document knowing the same to contain any false, fictitious or fraudulent statement or entry, shall be fined not more than \$10,000 or imprisoned not more than five years, or both.”

Signature _____ Signature _____

Print _____ Print _____

Date _____ Date _____

REQUIRED DOCUMENTATION

If you are approved, you will be required to provide the following to complete you application.

- Proof of Income (Tax return or four consecutive pay stubs and documents relating to all source of income.)
- Proof of Assets
- Documented expenses (copies of each of your monthly bills.)
- All other required documentation necessary to process your loan.

PLAN OPTIONS

The amount of the loan can be no less than \$5,000 and no more than \$50,000 for the following plans. The Applications Review Committee will determine which of the three loan options your application will be eligibility for.

Plan I- 50/50 Plan.

Up to fifty percent (50%) of the rehabilitation costs will be available from CDBG funds and will be repaid in equal monthly installments at an interest rate set by the Application Review Committee. The balance of the fifty percent will be provided by the resources of the applicant or obtained by the applicant from a bank or other private source and repaid at market interest rates. The applicant will make arrangements with the bank or other source. Applications will be reviewed by the Middletown Application Review Committee. Final approval by the participating bank will be required in order to close on the approved City loan.

Plan II- Direct Sliding Scale Interest Loan.

Eligibility for this loan will be determined by the following factors: income, expenses, family-size, and the seriousness of safety, health and building code violations. The applicant's disposable income will be determined by the Agency from information received from the applicant. Disposable income is the cash available after all living expenses, as well as short and long-term obligations, are deducted from gross income. This figure represents the maximum amount the applicant can theoretically pay monthly towards the rehabilitation loan. Loan payments may be deferred, based on current debt information, to a point in time adequate debt relief can be anticipated. The deferred time cannot exceed five (5) years.

The maximum loan term is ten (10) years and maximum interest rate will be adjusted periodically. Applications will be reviewed by the Middletown ARC and the Agency.

Plan I and II, for 2007 the maximum income to be considered for funding is:

- \$41,700 or less for a household of 1.
- \$47,700 or less for a household of 2.
- \$53,650 or less for a household of 3.
- \$59,600 or less for a household of 4.
- \$64,350 or less for a household of 5.
- \$69,150 or less for a household of 6.
- \$73,900 or less for a household of 7.
- \$78,650 or less for a household of 8.

Plan III- Indefinitely Deferred Loan.

This plan is offered to elderly, handicapped, and/or hardship applications in owner-occupied structures. Hardship applicants are those whose income fall at or below 50% of median income and show an inability to repay the loan. Loan funds will be repaid at no interest. All funds will be recovered by the City upon sale or transfer of the property.

Plan III, for 2007 the maximum income to be considered for hardship consideration is:

- \$28,100 or less for a household of 1.
- \$32,100 or less for a household of 2.
- \$36,150 or less for a household of 3.
- \$40,150 or less for a household of 4.
- \$43,350 or less for a household of 5.
- \$46,550 or less for a household of 6.
- \$49,800 or less for a household of 7.
- \$53,000 or less for a household of 8.

SAMPLE LOAN PAYMENTS

Your actual payment may be different from what is shown, depending on the interest rate that is applied .

For a \$5,000 loan a monthly payment is:

	5 years	10 years
2%	\$87.63	\$46.00
2.5%	\$88.73	\$47.13
3%	\$89.84	\$48.28
3.5%	\$90.95	\$49.44
4%	\$92.08	\$50.62
4.5%	\$93.21	\$51.81
5%	\$94.35	\$53.03
5.5%	\$95.50	\$54.26
6%	\$96.66	\$55.51
6.5%	\$97.83	\$56.77
7%	\$99.00	\$58.05
7.5%	\$100.18	\$59.35
8%	\$101.38	\$60.66

For a \$20,000 loan a monthly payment is:

	5 years	10 years
2%	\$350.55	\$184.02
2.50%	\$354.94	\$188.53
3%	\$359.37	\$193.12
3.50%	\$363.83	\$197.77
4%	\$368.33	\$202.49
4.50%	\$372.86	\$207.27
5%	\$377.42	\$212.13
5.50%	\$382.02	\$217.05
6%	\$386.65	\$222.04
6.50%	\$391.32	\$227.09
7%	\$396.02	\$232.21
7.50%	\$400.75	\$237.40
8%	\$405.52	\$242.65

For a \$10,000 loan a monthly payment is:

	5 years	10 years
2%	\$175.27	\$92.01
2.50%	\$177.47	\$94.26
3%	\$179.68	\$96.56
3.50%	\$181.91	\$98.88
4%	\$184.16	\$101.24
4.50%	\$186.43	\$103.63
5%	\$188.71	\$106.06
5.50%	\$191.01	\$108.52
6%	\$193.32	\$111.02
6.50%	\$195.66	\$113.54
7%	\$198.01	\$116.10
7.50%	\$200.37	\$118.70
8%	\$202.76	\$121.32

For a \$25,000 loan a monthly payment is:

	5 years	10 years
2%	\$438.19	\$230.03
2.50%	\$443.68	\$235.67
3%	\$449.21	\$241.40
3.50%	\$454.79	\$247.21
4%	\$460.41	\$253.11
4.50%	\$466.07	\$259.09
5%	\$471.78	\$265.16
5.50%	\$477.52	\$271.31
6%	\$483.32	\$277.55
6.50%	\$489.15	\$283.86
7%	\$495.02	\$290.27
7.50%	\$500.94	\$296.75
8%	\$506.90	\$303.31

For a \$15,000 loan a monthly payment is:

	5 years	10 years
2%	\$262.91	\$138.02
2.50%	\$266.21	\$141.40
3%	\$269.53	\$144.84
3.50%	\$272.87	\$148.32
4%	\$276.24	\$151.86
4.50%	\$279.64	\$155.45
5%	\$283.06	\$159.09
5.50%	\$286.51	\$162.78
6%	\$289.99	\$166.53
6.50%	\$293.49	\$170.32
7%	\$297.01	\$174.16
7.50%	\$300.56	\$178.05
8%	\$304.14	\$181.99

For a \$50,000 loan a monthly payment is:

	5 years	10 years
2%	\$876.38	\$460.06
2.50%	\$887.36	\$471.34
3%	\$898.43	\$482.80
3.50%	\$909.58	\$494.42
4%	\$920.82	\$506.22
4.50%	\$932.15	\$518.19
5%	\$943.56	\$530.32
5.50%	\$955.05	\$542.63
6%	\$966.64	\$555.10
6.50%	\$978.30	\$567.73
7%	\$990.05	\$580.54
7.50%	\$1001.89	\$593.50
8%	\$1013.81	\$606.63