

City of McPherson CDBG Housing Rehabilitation Application Landlord Pre-Application – Initial Commitment

In January 2022 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 McPherson 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 commit a number of houses in need of rehabilitation and can and will commit 25% of the repair cost. This pre-application is not a binding contract. Actual applications will be solicited from interested landlords when a grant is awarded. This is only to judge commitment and willingness to participate.

Landlord/ Owner's Name _____

Address _____ Telephone (____) _____
Street, City, State/Zip

HOMES FOR REHABILITATION (List the address of the households in need or rehabilitation.)

No.	Address	Repairs Needed
1.		
2.		
3.		
4.		

This grant is to be awarded to renters 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.

2021 LMI Income Guidelines	
1 person household	\$41,200
2 person household	\$47,050
3 person household	\$52,950
4 person household	\$58,800
5 person household	\$63,550
6 person household	\$68,250
7 person household	\$72,950
8 person household	\$77,650

2021 Fair Market Rates (by unit bedrooms)	
Efficiency	\$563
One-bedroom	\$565
Two-bedrooms	\$745
Three-bedrooms	\$957
Four-bedrooms	\$1,010

This grant will allow the City of McPherson to rehabilitate a minimum of 12 homes. Besides 1st 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.

Date

Signature of Landlord