

24 NCAC 01M .0302 ELIGIBILITY REQUIREMENTS

(a) Both rental and home ownership projects are eligible under the program. In addition, eligible projects are those including:

- (1) New construction;
- (2) Acquisition and rehabilitation; or
- (3) Substantial rehabilitation.

(b) Program funds may be used for the following costs:

- (1) Construction costs;
- (2) Preconstruction costs; and
- (3) Other development costs.

(c) Program financing shall include one or more of the following approaches, depending on the Trust Fund funding sources available and the financing needs of each project:

- (1) Grants;
- (2) Forgivable and repayable deferred payment loans; and
- (3) Non-interest-bearing and interest-bearing amortizing loans.

Forgivable loans will be forgiven on a pro rata basis over terms ranging from five to 10 years if the property assisted with Program funds remains affordable to and occupied by very low-, low- and moderate-income households, as defined in G.S. 122E-6(a).

(d) Program funds may be provided as:

- (1) Permanent mortgage financing;
- (2) Construction loans;
- (3) Predevelopment loans; and
- (4) Bridge loans.

(e) Eligible applicants for program funds include:

- (1) Private nonprofit organizations;
- (2) Private for-profit developers;
- (3) Public agencies;
- (4) Units of local governments; and
- (5) Lead regional organizations.

(f) Households eligible for assistance under the Program include very low-, low- and moderate-income households, as defined in G.S. 122E-6(a).

(g) Each applicant for program funds shall submit a nonrefundable application fee. The fee shall not exceed five hundred dollars (\$500.00) for private for-profit organizations and two hundred and fifty dollars (\$250.00) for all other organizations.

*History Note: Authority G.S. 122A-5; 122A-5.1; 122E-4; 122E-5; 122E-8;
Eff. February 1, 1993;
Pursuant to G.S. 150B-21.3A, rule is necessary without substantive public interest Eff. September 23, 2017.*