



Town of Frisco

Home Improvement Loan Program

(April 11, 2023 DRAFT)

Purpose

Frisco has a population of residents, whether retired or still working, who own their homes and have built up substantial equity, but may have limited liquid assets or cash to pay for major home repairs. This program is intended to assist these community members to make necessary repairs so they can stay in their home and our community, instead of being forced to sell their home..

Basic Guidelines

1. Eligible home: Must be the primary residence and owner occupied.
 2. Maximum loan amount is \$50,000.
 3. Loan Terms
 - a. Interest accrues from date of settlement.
 - b. Interest Rate is 3%
 - c. Default interest rate is Prime + 3%.
 - d. Loan is due upon refinance of the 1st mortgage.
 - e. Loan is due upon sale of home.
- ❖ Applications received will be processed first come, first served until funding is depleted.

TOWN OF FRISCO HOME IMPROVEMENT LOAN PROGRAM

Application

INSTRUCTIONS: This application is to be completed by the property owner and submitted to Town of Frisco Finance Department for review and action.

Property Address _____
Borrower Name _____ Borrower's Social Security # _____
Co-Borrower Name _____ Co-Borrower Social Security # _____
Borrower's Mailing Address _____
Borrower's Phone# (Day) _____ (Evening) _____
Co-Borrower's Phone# (Day) _____ (Evening) _____

- ❖ All applicants on the current deed of record shall be listed and sign the application. If the property owner is a corporation, adequate information showing the authorized representative shall be provided.
- ❖ Applicant understands that to receive the home improvement loan they must occupy the home as their primary residence.

Amount of Home Improvement Loan Request \$ _____

Purpose of Home Improvement Loan: _____

- ❖ Loan proceeds are used only for needed home repairs, examples include roofs, electrical, plumbing or mechanical systems, foundations, or other similar structural or systems repairs.
- ❖ Loan proceeds could also be used for energy efficiency upgrades such as windows, building electrification, energy efficient heating systems, insulation, and similar.
- ❖ Loan proceeds shall not be used for aesthetic improvements such as kitchen remodels, deck or patios, driveway resurfacing, painting or siding, or other routine maintenance.

SIGNATURES:

Borrower Co-Borrower Date

Loan Amount: _____ Loan Interest Rate: _____

Date Received By Finance _____ Date Approved _____

Date Wire Requested _____

Date Finance Received Recorded Promissory Note/Closed File _____

Town of Frisco Authorized Signature _____

Required Documentation to be submitted:

- Current Deed of Record
- Ownership and Encumbrance Statement from Title Company
- Documentation of denial for conventional loan, OR other documentation of inability to secure conventional loan as deemed acceptable by Finance Department