

## **Sidewalk Repair Loan Program**

### **I. Program Objective**

The City of Kirksville Sidewalk Repair Loan Program is designed to repair and replace only the public residential sidewalks which are in such a state of disrepair that it constitutes a safety concern, and repairs are necessary to meet city codes. This program could offer lower-income property owners, a short term loan to replace the sidewalk that is in violation.

### **II. Eligibility Criteria**

- a) The applicant must own the property.
- b) The property must be for residential use only.
- c) Applicants must provide the most recent Federal and State tax returns, the most recent bank statement, proof of income and the applicable property title.
- d) The property must be free of liens and legal questions as to ownership of the property.
- e) Applicants cannot owe back taxes on the property nor have outstanding adverse judgments, encumbrances or liens with the City of Kirksville.
- f) All City obligations in applicant's name should be current – including, but not limited to, tax liens from code violations and utility bills.
- g) Applicants should have adjusted gross incomes at or below 80% of the area median income, per the Income Guidelines below.
- h) The City may consider assistance to those property owners whose income exceeds the 80% median income, but due to the lot size and ownership of more than half a city block in that area of the City north of LaHarpe, South of Potter, and west of Cottage Grove would require the owner to expend \$5,000 or more to repair the necessary sidewalk.

### **III. Loan Categories and Terms**

- a) The maximum loan amount is \$ 5,000.
- b) Repayment term is based on the amount of the loan.
- c) Interest rate is 1/3 of Prime.
- d) The City will loan 90% of the applicant's out-of-pocket costs, based on at least two bids from City licensed Contractors.
- e) No loan proceeds will be used to pay labor costs to the property owner or spouse, spouse's parents, children, parents, brother and sister and spouses thereof.

### **IV. Income Guidelines (adjusted gross income will change annually)**

No. in Family	1	2	3	4	5	6	7	8
80%	26,800	30,600	34,450	38,250	41,350	44,400	47,450	50,500