

# City of Rancho Cucamonga

Housing Rehabilitation Program
Program Application

July 2024

City of Rancho Cucamonga Economic Development Department 10500 Civic Center Drive Rancho Cucamonga, CA 91730

#### **Application Process**

Please review the General Qualifications and Conditions for Program Eligibility section of this application package and ensure that it is signed and that all sections of the program application are complete and accurate before your submittal. The application period will remain open until all funds have been awarded for the program year. Applicants that are not funded in the current year will be placed on a waiting list for the next year.

Applications may be submitted via the online submission portal by clicking on the link below and entering the login credentials provided. Please note that the username and password are case sensitive:

Portal: Rancho Cucamonga Housing Rehabilitation Application Portal
Username: Grantee@mdg-ldm.com
Password: Grants1!

Alternatively, applicants may print, complete, and mail or hand-deliver the hard-copy application and supporting documentation to:

#### City of Rancho Cucamonga

Flavio Nuñez, Management Analyst II Economic Development Department 10500 Civic Center Drive Rancho Cucamonga, CA 91730

Submission of an application does not guarantee a grant award. Applications will be time-stamped and reviewed for completeness and compliance with program requirements on a first-come, first-qualified basis. Applicants may be required to submit additional documentation or detail. Applicants will have 14 calendar days to submit supplemental materials, as requested by the City. The City has partnered with MDG Associates, Inc., to assist in the implementation of the program. Upon submittal of the application, you will be contacted by their staff via mail and/or telephone to inform you as to the status of your application. Should you have any questions or need guidance regarding the application process, please contact MDG Associates, Inc. at (909) 476-9696 ext. 108, or via email at <a href="mailto:jrios@mdg-ldm.com">jrios@mdg-ldm.com</a>.

#### **Application Submittal Checklist**

The checklist below assists applicants in ensuring that they are submitting a complete Housing Rehabilitation application package. Failure to submit the required documents will result in a delay in the review or result in the denial for participation in the program.

Арр	Application Submission Checklist				
1.	The program Application Form, fully completed and signed where required?	Yes No			
2.	The signed General Qualifications and Conditions form included in the packet?	Yes No			
3.	Copy of three months of income documentation for all adults over the age of 18?	Yes No			
4.	Copy of the most recent Federal Income Tax return for all adults over the age of 18?	☐ Yes ☐ No			
5.	Copy of latest quarter statement for accounts in Asset Accounts section of application?	Yes No			
6.	Copy of 3 months of the most recent savings and checking account statements	Yes No			
7.	Copy of the Grant Deed or Deed of Trust for the property?	Yes No			
8.	Copy of the current property insurance declaration page?	Yes No			
9.	Copy of the most recent Property Tax bill?	Yes No			
10.	. Copy of a recent utility bill that is not a trash or water bill?	Yes No			
11.	. Copy of a recent mortgage statement for the property?	Yes No			
12.	. Completed the Verification of Employment form of the application?	Yes No			
13.	. Signed copy of confirmation of receipt – lead based paint brochure	Yes No			
14.	. Copy of photo identification of all persons who are on title to the property?	Yes No			



#### **Housing Rehabilitation Program**

#### GENERAL QUALIFICATIONS AND CONDITIONS FOR PROGRAM ELIGIBILITY

1. The intent of the Housing Rehabilitation Program (HRP) is to provide financial assistance to low- and moderate-income owner-occupants of residential single-family dwelling or mobile homes eligible for the preservation of decent, safe, and sanitary housing; to correct hazardous structural conditions; to make improvements considered necessary to eliminate blight; and, to correct building and health code violations by awarding grants or loans. All property to be repaired must be eligible residential property located within the city limits of the City of Rancho Cucamonga.

**Emergency Repair Program (ERP)** provides a grant of up to \$5,000 for the emergency home repairs. There is no limit to the number of times an applicant may apply, however an emergency condition must exist, per the Program Guidelines. In the event the applicant's emergency need exceeds the grant limit, the City also offers a Minor Home Repair Program (MHRP) and a Housing Rehabilitation Loan Program (HRLP).

Minor Home Repair Program (MHRP) provides a grant of up to \$15,000 for the minor home repairs. Applicants assisted under the Emergency Repair Program (ERP), shall only be eligible for the difference of \$15,000 and the expended amount under the ERP. There is a limit of one (1) MHRP grant per eligible homeowner every five (5) years. In the event the applicant's need exceeds the grant limit, the City also offers a Housing Rehabilitation Loan Program (HRLP).

Housing Rehab Loan Program (HRLP) provides a grant of up to \$15,000 and loan amount of no less than \$5,000 and no more than \$20,000 for a potential combined funding amount of \$35,000 for eligible improvements. Applicants assisted under the Emergency Repair Program (ERP), shall only be eligible for the difference of \$15,000 grant and the expended amount under the ERP. There is a limit of one (1) MHRP grant per eligible homeowner every five (5) years. Applicants under the HRLP are not allowed to apply for funding under the MHRP and will have to meet additional qualifications, deed restrictions and maintenance covenants.

Loans are deferred and accrue zero percent (0%) interest. HRLP loans are due at the sooner of the expiration of their maturity date (see Loan Repayment Structure in this document), upon any sale of property, transfer of title, or a cash-out refinance. There is a limit of one HRLP loan and grant per eligible homeowner. Loans are not available to mobile home applicants.

CDBG funds will be used to pay for actual construction costs and eligible project soft costs. Actual amounts of the loans will be determined by the City approved construction costs associated with the HRLP improvements. All CDBG and HOME funded Grants are limited and subject to the availability of the program funds on an annual basis as provided by HUD and as budgeted by the City of Rancho Cucamonga City Council as part of the adopted Annual Action Plan.

The maximum allowable loan to value ratio for all indebtedness on the properties to be assisted is 95% of the prerehabilitation appraised value of the property, inclusive of all City liens. The maximum secured lien is \$20,000 and maximum total project cost is \$30,000.

2. In order to participate, GROSS household income may not exceed those listed in Table A below. Household GROSS income includes all income from all household members living in the property to be repaired.

TABLE A: 2024 CDBG Income Limits			
Household Size	50% of Area Median Income	80% of Area Median Income	
1	\$35,900	\$57,400	
2	\$41,000	\$65,600	
3	\$46,100	\$73,800	
4	\$51,250	\$82,000	
5	\$55,350	\$88,600	
6	\$59,450	\$95,150	
7	\$63,550	\$101,650	
8	\$67,650	\$108,250	
Effective May 01, 2024 for the Riverside-San Bernardino-Ontario, CA MSA			

- 3. The City, as part of its role as construction lender, will prepare the description of work to be completed and will provide all necessary documentation to the homeowner to assist them in the procurement and contracting process to retain a qualified construction contractor to complete the required repairs. Contracts shall be awarded to the <u>lowest</u> of the bids from qualified contractors that are obtained by the homeowner (minimum of three bids required).
- 4. Subsequent to all required program approvals and the execution of a Grant and/or Loan Acceptance Agreement or an Improvement Agreement and other Grant documents as applicable, the homeowner will be authorized to contract through the City's prepared agreements with appropriately licensed (usually a general contractor [also referred to herein as a "B-licensed" contractor]) contractors who maintain a current license in good standing with the Contractors State License Board, may not be disbarred and be registered with the System for Award Management (SAM), who have the required general liability and workmen's compensation insurance coverage, and who will obtain or already have a City business license.
- 5. Rehabilitation work may not commence until all permits are issued and a Notice to Proceed is issued by the City of Rancho Cucamonga.
- 6. The City of Rancho Cucamonga will not be responsible for any personal funds advanced to the Contractor or any expenses incurred on your own. Side agreements entered into with the Contractor are prohibited.
- 7. All funds are disbursed through the City upon receipt of an invoice and proper documentation from the contractor, inspection, as well as written consent from the homeowner and the City. All funds disbursed are payable to the contractor for work performed, with a 10% retention amount withheld.
- 8. Program Grant proceeds may only be used for the costs of services and materials necessary to carry out the repair work. No direct payments shall be made to the homeowner.
- 9. Previously contracted or commenced work or materials purchased are not eligible for reimbursement or for the continuation of work underway. Do not sign any contractor provided agreements or contracts to perform work.

- 10. Eligible repairs may include work to be performed on the main residential unit and accessory structures (if allowed) on the property. Although the owner has the opportunity to request specific repairs in the program application, the City will establish the priority of repairs included in the Grant-funded work scope as determined by the regulatory requirements of the funding source and the Program Guidelines. Eligible items include but are not limited to the following:
  - Correction of code violations;
  - Correction of incipient violations of the uniform building code;
  - Cost effective energy conservation measures (windows and doors);
  - Removal of lead-based paint/asbestos hazards;
  - Removal of barriers to the disabled;
  - Removal of rodents and roaches (pest control)
  - Removal of termites;
  - Replace roofing;
  - Replace water heaters;
  - Repair/Replace heating;
  - Repair/Replace plumbing;
  - Repair/Replace screens;
  - Repair/Replace electrical work;
  - Repair/Replace windows;
  - Repair/replace stucco;
  - Install new smoke and carbon monoxide alarms;
  - Install new dead bolt locks;
  - Repair kitchen or bath cabinets:
  - Installation of new insulation;
  - Any items determined eligible by the Program Review Committee; and
  - The elimination of specific conditions detrimental to public health and safety, as identified by the City.
- 11. Applicants must provide proof of ownership of the property to be repaired.
- 12. Applicants shall permit City of Rancho Cucamonga staff or its agents to conduct necessary property and repair work inspections. The applicant is advised that all portions of the property must be made accessible at the time of inspection, and that the owner must be present.
- 13. Applicants are advised that any illegal or non-complying conditions present on the property, including but not limited to: construction that lacks permits (such as illegal add-ons or accessory structures, garage conversions, patios, un-permitted interior alterations, window replacements, etc.) and conditions that lack compliance with planning requirements (such as over-height fencing, elimination of required yard areas, property maintenance concerns, etc.) will be reported to City Code Enforcement staff. Repair of these conditions with owner funds may be required prior to the provision of the any City assistance.
- 14. The City of Rancho Cucamonga reserves the right to deny requests in specific instances where the repairs to be completed do not conform to these or other program guidelines.
- 15. The City of Rancho Cucamonga determines the eligibility of the applicant to the program.
- 16. Lead-Based Paint. Housing built before 1978 may contain lead-based paint. Lead from paint, paint chips, and dust can pose health hazards if not managed properly. Lead exposure is especially harmful to young children and pregnant women. Prior to disturbance, remodeling or demolition activities, these materials should be properly sampled and/or abated by a certified, licensed Lead Professional.

- 17. Asbestos. Buildings constructed prior to 1980 are likely to contain Asbestos. Confirming that a material is an asbestos-containing requires sampling of the material by certified asbestos professionals, then analysis by a licensed asbestos analytical laboratory to determine if the samples are asbestos-containing. Any material that is "presumed" to contain asbestos must be treated as "asbestos-containing" and therefore, if considered an asbestos hazard must be properly abated by an asbestos abatement contractor prior to any building renovation or demolition activities.
- 18. The undersigned acknowledges that for those projects in which Federal funds are used to perform housing rehabilitation repairs, the City may be required to have the subject property inspected and tested for the presence of lead-based paint and/or asbestos hazards. The costs associated with the lead or asbestos testing typically range between \$300-\$1,000, depending on the severity (or lack thereof) of the presence of lead or asbestos. Should a lead or asbestos hazard be discovered, abatement or mitigation of the hazard will take priority over all other housing repairs. Please keep in mind that abatement or mitigation measures may be costly. Therefore, depending on the severity of the presence of lead and/or asbestos, if any, you may not be able to perform all the housing repairs indicated in your scope of work. Please note that all costs associated with the testing and/or abatement services will be included as part of the overall funding award for each project. No out-of-pocket expenses will be incurred.
- 19. After a property is inspected for the presence of lead-based paint, a report is prepared that describes any lead hazards in the home. Federal Law (24 CFR part 35 and 40 CFR part 745) mandates that any report related to the presence of lead-based paint in your home must be provided to new lessees (tenants) and purchasers of your property before they become obligated under a lease or sales contract. In other words, make sure that you keep a copy of any lead reports that you may obtain through this program and be sure to provide a copy to any potential renter or buyer in the future.

I/WE have read and understand the foregoing general qualifications and conditions for program eligibility. I/WE further understand that any misstatements, omissions, misrepresentations, deletions, falsifications, or other actions which result in MY/OUR not conforming to the requirements listed above in other contract documentation will subject MY/OUR application to immediate cancellation and cause any disbursed funds to become immediately due and payable and may cause further legal action if warranted.

Owner's Signature	Date
Owner's Signature	Date

## **Housing Rehabilitation Program**

## PROGRAM APPLICATION

#### Instructions

All applicants must complete Part I of the application document (pages 5-8). If you have not previously received a grant through the Housing Rehabilitation Program (HRP).

Address of Property					
Phone Number (Day)  Phone Number (Day)		Phone Number (Day)		email address:	
Ар	plicant			Spouse/Co	p-Applicant
Name			Name		
SSN	Date	of Birth	SSN		Date of Birth
Previous Address if within last 3 years	ears		Previous Address if wit	hin last 3 year	rs
Racial Background:  White Asian Native Hawaiian/Oth American Indian/Ala American Indian/Ala Head of household: Are any members of your ho Is this a single-female heade	skan Native skan Native usehold dis	e & White e & African Americar  Male abled? YES	America Black/A Asian &	frican Amei	rican laskan Native rican & White
Please answer the following q Do you own the above listed How long have you owned th Are you a permanent full-tim Are the property taxes curre Are all financial obligations c Are there any current or pen Have you previously received If yes, please describe th	property? ne property' e resident on the aburrent for w ding liens a d Housing F	of this property?  bove-listed property?  which the property is gainst the above-list  Rehabilitation Progra	collateral?	ce from the	NO NO NO

**Employment and Income APPLICANT** SPOUSE/CO-APPLICANT Current Employer Current Employer Employer Address **Employer Address Business Phone Business Phone** Position Position Length of Time Currently Current Annual Gross Income Length of Time Currently Current Annual Gross Income **Employed Employed** List and Explain any Additional Sources of Income within the Household Household Gross Income Information Complete the following for all persons residing at the address of the property to be repaired (attach additional sheets if necessary). Applicant Name Age Disabled Annual Gross Income ☐ Yes ☐ No Name Age Disabled Relationship to Annual Gross Income **Applicant** 🗌 Yes 🔲 No Disabled Name Age Relationship to Annual Gross Income Applicant . ☐ Yes ☐ No Disabled Name Age Relationship to Annual Gross Income **Applicant** ☐ Yes ☐ No Name Disabled Relationship to Annual Gross Income Age Applicant ☐ Yes ☐ No Disabled Relationship to Annual Gross Income Name Age Applicant ☐ Yes ☐ No Name Disabled Relationship to Annual Gross Income Age Applicant 🗌 Yes 🔲 No Enter Household Size: persons Enter Total Annual Gross Household Income: \$

## Please list All Applicable Savings and Checking Account Information for Each Account Held Name of Bank/Saving and Loan/Credit Union/Other Financial Institution: Account Number: Address: Savings or Checking: Current Account Balance: Name of Bank/Saving and Loan/Credit Union/Other Financial Institution: Account Number: Address: Savings or Checking: Current Account Balance: Name of Bank/Saving and Loan/Credit Union/Other Financial Institution: Account Number: Address: Savings or Checking: Current Account Balance: Name of Bank/Saving and Loan/Credit Union/Other Financial Institution: Account Number: Address: Savings or Checking:

## Please list All Other Asset Accounts and their respective values

Account Category	Current Cash Value
Stocks/Bond/Other Investment Accounts	\$
Life Insurance Net Cash Value	\$
Net Worth of Business	\$
Other Assets (list)	\$
Other Assets (list)	\$

Current Account Balance:

REPAIRS REQUESTED (Add Additional Pages	f Necessary)
Program for which I am applying:	
<ul> <li>I am applying for a grant of up to \$5,000 through the Emergency Rep</li> <li>I am applying for a grant of up to \$15,000 through the Minor Home R</li> <li>I am applying for a grant of up to \$15,000 and a loan of up to \$20,000 to \$15,000 and a loan of up to \$20,000 to \$15,000 and a loan of up to \$20,000 to \$15,000 and a loan of up to \$20,000 to \$15,000 and a loan of up to \$20,000 to \$15,000 through the Emergency Rep</li> </ul>	epair Program (MHRP)
Acknowledgement of Receipt of Lead-Based Paint Pamphlet:	
☐ I have received a copy of the pamphlet, "Renovate Right: Important Child Care Providers and Schools" informing me of the potential renovation activity to be performed in my dwelling unit. I received this	isk of the lead hazard exposure from
☐ I did not receive the Lead-Based Paint Pamphlet.	
I hereby certify that the aforementioned statements are true and corfound to be false or incorrect and it is then determined that I do not Program, I understand that I am liable for all costs incurred through the	qualify for the Housing Rehabilitation program.
Applicant's Signature	Date
Co-applicant's Signature	Date



## Housing Rehabilitation Program

RELEASE	OF INFORMATION	
I/we,	, the undersigned he	reby authorize
to release without liability to the City of Rancho Cucamo	nga or its agents, any and all information	they may request.
Information Covered I understand that, depending on program policies and requirer may be needed. Verification and inquiries that may be request		ing my household or me
Identity and Marital Status Medical or Child Care Allowance Residences and Rental Activity	Employment, Income, and Asset Credit and Criminal Activity	ts
I understand that this authorization cannot be used to obtain a continued participation in the Housing Rehabilitation Program.		to my eligibility for, and
<b>Groups Or Individuals That May Be Asked</b> The groups or individuals that may be asked to release informato:	ation (depending on program requirements) ir	nclude, but are not limited
Previous Landlords Welfare Agenci	ies	
Courts and Post Offices	State Unemployment Agencies	
Schools and Colleges	Social Security Administration	
Law Enforcement Agencies	Medical and Child Care Providers	
Support and Alimony Providers	Banks and other Financial Institutions	
Veterans Administration	Retirement Systems	
Utility Companies	Credit Providers and Credit Bureaus	
Credit Rating Agencies	Real Estate Appraisers	
Home Inspection Report	Internal Revenue Service	
<b>Canditions</b> I agree that a photocopy of this authorization may be used for retained by the Agency and remain in effect for one year from correct any information that I can prove is incorrect.		
Signature (Applicant)	(Print Name)	Date
Signature (Co-Applicant)	(Print Name)	Date

#### Request For Verification of Employment Applicant: Complete and/or confirm items 1 through 8 and sign on item 8A. The City will forward the completed form to the employer named in item 1. Employer: Complete either parts II and IV or parts III and IV. Return form directly to the office identified in item 2 of Part 1. Part I - Request 1. TO: (Name and Address of Employer) 2. FROM: This item must be completed before sending to employer City of Rancho Cucamonga c/o Community Development Department 10500 Civic Center Drive Rancho Cucamonga, CA 91730 4. TITLE OF LENDER OFFICIAL 3. I certify that this verification has been sent directly to the employer and has not passed 5. DATE through the hands of the applicant or any other interested party. City of Rancho Cucamonga 6. PROGRAM **CDBG Program** (Signature of lender) I have applied for a locally funded loan for an affordable housing property, and stated that I 7. NAME AND ADDRESS OF APPLICANT am or was employed by you. My signature in the block below authorizes verification of my employment information. 8. TAXPAYER IDENTIFICATION NO. OR SOCIAL SECURITY NO. 8A. SIGNATURE OF APPLICANT Part II - Verification of Present Employment/Income **EMPLOYMENT DATA** PAY DATA APPLICANT'S DATE OF EMPLOYMENT 12A. BASE PAY (Current) OR OTHER INCOME For Military Personnel Only \$ ☐ Annual ☐ Hourly \_ ☐ Weekly 10. PRESENT POSITION ☐ Monthly \$\_ Type Monthly Amount ☐ Other (Specify) BASE PAY 11. PROBABILITY OF CONTINUED EMPLOYMENT 12B. EARNINGS **RATIONS** Year to Date as FLIGHT OR Past Year Type HAZARD Of CLOTHING BASE PAY 13. IF OVERTIME OR BONUS IS APPLICABLE, IS ITS **OVERTIME QUARTERS** \$ CONTINUANCE LIKELY? PRO PAY \$ COMMISSIONS □ No **OVERSEAS OR BONUS BONUS** ☐ Yes ☐ No COMBAT 14. REMARKS (If paid hourly, please indicate average hours worked each week during current and past year) a. Number of b. Anticipated increase or c. Anticipated overtime d. If seasonal employment, anticipated number of weeks in hours worked decrease in salary in hours to be worked in next twelve months the next 12 months the next 12 months per week e. Anticipated bonus in \$ next twelve months Part III - Verification of Previous Employment 16. SALARY/WAGE AT TERMINATION PER ■ MONTH ☐ WEEK 15. DATES OF EMPLOYMENT BASE PAY OVERTIME **COMMISSIONS BONUS** \$ \$ \$ \$ 17. REASONS FOR LEAVING 18. POSITION HELD PART IV

## Federal statutes provide severe civil and criminal penalties for any person who knowingly makes false or fraudulent statements or representations to a government agency or officer with

the intention of influencing any action by such agency or officer.

19. SIGNATURE	Printed Name	Phone Number
20. TITLE OF EMPLOYER REPRESENTATIVE		21. DATE

#### Application Submittal Checklist

In order to evaluate your application for eligibility in our program, our office requires the submission of the following documents:

#### 1. Copy of Grant Deed or Deed of Trust

This document will verify that you are the owner of the property and confirm how title is held.

#### 2. Copy of A Recent Utility Bill

This document is needed to verify residency and may NOT be a water or trash bill. Submission must reflect owner name and address.

#### 3. Copy of Property Insurance Documentation

Please provide photocopies of your current Property Insurance Declaration page.

#### 4. General Qualifications and Conditions Form

Included in this packet. Please read, sign, and return this document.

#### 5. Program Application

Included in this packet. Please fill out all information requested.

#### 6. Copy of Income Tax Forms for Prior Year

Submit a complete copy, inclusive of all attachments, forms and schedules of the most recent federal income tax return for all adults over the age of 18. Please ensure that the submission is **signed** by all taxpayers. If self-employed, please provide the last two years of your complete federal tax returns.

#### 7. Copy of Recent Property Tax Bill

#### 8. COPY OF RECENT MORTGAGE STATEMENT (If Applicable)

#### 9. Copy of Income Verification Documentation

This includes the most recent three months consecutive payroll stubs, social security and/or SSI award letter, AFDC checks, pension and retirement award letter and checks, alimony and child support payments, or other income documentation from all other income sources, for all members of the household over the age of 18.

#### 10. Copy of Asset Verification Documentation

This includes the most recent three months of statements for all bank accounts, investment accounts, or other asset holdings for all members of the household.

#### 11. A Verification of Employment Form

On the Request for Verification of Employment form, Complete and provide one form for each working household member over the age of 18:

- Section number "1" with the name and address of the employer,
- Section number "8" with the Social Security number,
- Section 8A with the signature of the person for which employment is being verified,
- Leave all other portions of the form blank.

#### 12. Signed Confirmation of Receipt of Lead Based Paint Brochure

Sign the section of the application form requiring acknowledgement of receipt of the Lead-Based Paint brochure. If you did not receive the form, contact the City to ensure you get a copy.

#### 13. Copy of Photo Identification

Provide photo identification (i.e., driver's license or CA I.D.) for every person who is on title to the property.

When submitting documentation - DO NOT SEND ORIGINALS - please provide photocopies.