



USDA Rural Development

*Committed to the Future of
Rural Communities*



USDA Rural Development

3 Types of Program Delivery

- Guaranteed Loans
- Direct Loans
- Grants

3 Program Areas

- Rural Business and Cooperative
 - Business, Energy & Cooperatives
- Rural Housing and Community Facilities
 - Single Family, Multi-Family, and Community Facilities
- Rural Utilities
 - Water and Environmental, Telecomm & Electric

FY 2009 Dollars Brought Back To Michigan



Single Family Housing

\$733,385,582

Direct and Guaranteed



Rural Business Programs

\$15,659,647



Multi Family Housing

\$35,101,093



Community Facilities

\$24,095,000



Water, Sewer, and Electric

\$219,437,000



Telecommunications

\$ To be announced



**TOTAL FOR
FISCAL YEAR
2009**

\$1,027,678,322

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Housing Program Area



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Single Family Housing Direct Loans

- Rural = Population of 20,000 or less
- Very-low and low-income applicants who cannot qualify for other credit are eligible
- 100% financing available (no downpayment)
- 33-yr term (can increase to 38 yrs for VLI)
- Effective interest rates as low as 1% through payment assistance
- No monthly mortgage insurance



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Single Family Housing Guaranteed Loans

- Rural = Population of 20,000 or less
- Low and moderate-income applicants are eligible
- 100% financing available (no downpayment)
- No monthly mortgage insurance
- 30-year fixed-rate loans
- You work with a lender, we guarantee the loan
- Interest rates determined
by the lender



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Single Family Home Repair Loans & Grants

- Rural = Population of 20,000 or less
- Very-low-income applicants only
- Fixed 1% interest rate
- Up to 20-year term
- Maximum \$20,000 loan

- Maximum \$7,500 grant
- Grant consideration for elderly applicants who do not show repayment for a loan



Before and After....



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Additional Housing Programs

- Multi-Family Housing
 - 50-year amortization
 - Rental assistance
 - Individuals, non-profit organizations, & for-profit organizations can apply
- Farm Labor Housing
 - 1% fixed-rate loan with 33-year amortization
 - Single-family or multi-family units
 - Individual farmers, non-profits, or units of government can apply



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Community Program Area



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Community Facility Direct

Loans & Grants

- Essential community facility acquisition, construction, renovation, or the purchase of equipment & furnishings
- Rural = Population of 20,000 or less
- Tribes, units of local government & non-profits eligible



Renovation of Iron County Courthouse



Snow Removal Equipment in Ironwood

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Community Facility Direct

Loans & Grants

- Up to 40 year terms (typically 30-yr on buildings and 15-yr on equipment...or remaining life expectancy if less)
- 3 Rates: Poverty, Intermediate and Market (4.25%)
- American Reinvestment and Recovery Act



Rudyard Township Hall/Fire Hall



Bark River Fire Hall/Fire Truck

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Community Facility Direct

Loans & Grants

- Loan / Grant Combinations
- Grants are available on a prorated basis for projects in communities with smaller populations and lower median household incomes. Capped at 75%.



Childcare Grant to InterTribal Council



Clark Township Hall

USDA Rural Development Community Facility Direct Loans & Grants

- Priority given to Healthcare...



Kinross Ambulance



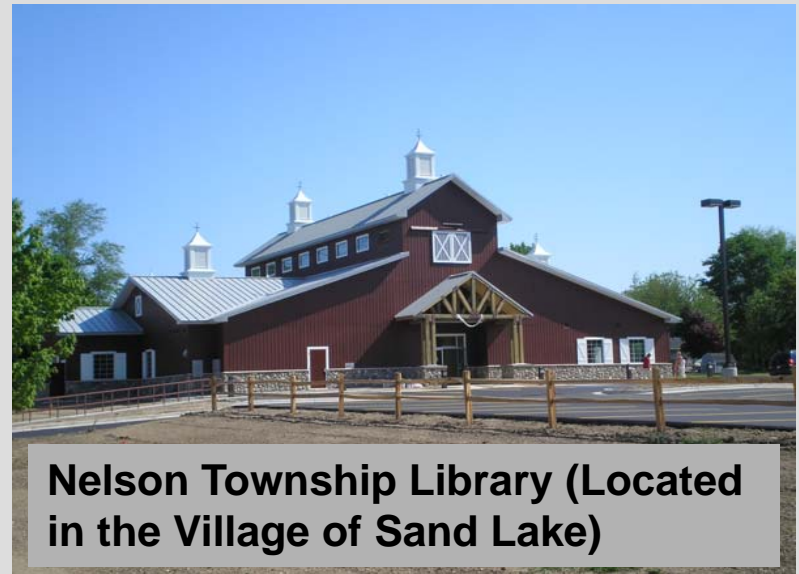
Grand Island Chippewa Center – Victor Matson Sr. Community Center (Munising, MI) (Tribal medical services)

USDA Rural Development Community Facility Direct Loans & Grants

- ...and Libraries (this is a new priority this year)



City of Menominee Library



Nelson Township Library (Located in the Village of Sand Lake)

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Water & Waste Direct Loans

- Rural = 10,000 or less
- Drinking water, sanitary sewer, solid waste and storm drainage facilities in rural areas
- Tribes, Public bodies and non-profit organizations are eligible
- 3 Rates: Poverty, Intermediate and Market
- Direct loan and grant combos very common



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Additional Community

Programs

- Telemedicine/Distance Learning
 - Medical (Hospitals and Clinics)
 - Educational (Colleges and Schools)
- Broadband
 - To support the expansion of broadband service to facilitate economic development in locations without sufficient access to such service



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For more information about
any of these programs in
your area, just call...

1-800-944-8119

