



Home Modification Loan Program (HMLP)

Application Guide

Thank you for your interest in the Home Modification Loan Program. HMLP is a loan program for homeowners to modify or adapt their homes for a household member of any age with professionally documented limitation(s) or disability. HMLP offers loans from \$1,000 to \$50,000 to property owners. Borrowers sign a promissory note, and a mortgage is recorded as a lien against the property to secure these loans. HMLP also lends from \$1,000 to \$30,000 to owners of manufactured or mobile homes. Borrowers sign a promissory note and a UCC-1 filed against the home secure these loans.

Please read the brochure and the application guide carefully before completing this application.

In most cases, HMLP does not reimburse for completed work.

If you have any questions, or need assistance completing any part of the application, please do not hesitate to contact your provider agency.

- **All of the information and documents requested in this application are necessary to determine your eligibility.**
- **Review the checklist on page 7 to make sure you have included all the necessary documentation with your application.**
- **The eligibility of your loan application cannot be determined until** your chosen qualified contractor completes the Home Modification Loan Program Bid Form and Scope of Work Bid Form. This form is necessary to determine your loan amount and project eligibility.
- **This program cannot assist with a home repair, roof, window, septic or heating system replacement.** The modifications funded by HMLP must relate to the beneficiary's functional limitation(s) and/or disability.
- **Income and asset eligibility requirements** are explained in the *Frequently Asked Questions* section below. The program uses the current gross household income when calculating income eligibility. And the primary heads of the household cannot have more than \$75,000 in countable assets to be eligible for an HMLP loan.
- **Reasonable accommodations** will be provided as needed by the provider agency. If you need any assistance with the application, please let your provider agency know how they can be of assistance.

Provider Agencies

Your completed application should be sent directly to the agency serving your community. If you are unsure of where to send your application, please call 1-866-500-5599 (toll free in MA only) or 617-727-5944 ext. 109.

Berkshire County

Berkshire Regional Planning Commission
1 Fenn Street, Suite 201
Pittsfield, MA 01201
Contact: Christie Lewis
413-442-1521, x23
clewis@berkshireplanning.org

Hampden & Hampshire Counties

Valley Community Development
256 Pleasant Street, Suite A
Holyoke Street Entrance
Northampton, MA 01060
Contact: Donna Cabana
413-586-5855 x180
hmlp@valleycdc.org

Central, MA

RCAP Solutions, Inc. (RCAP)
191 May Street
Worcester, MA 01602
Contact: Ashur Gurbuz
Office: 978-630-6725
Cell: 978-502-7963
agurbuz@rcapsolutions.org

Northeast/North Shore, MA Region

Community Teamwork, Inc. (CTI)
165 Merrimack Street
Lowell, MA 01852
Contact: Catherine Tammany
Cell: 351-322-5512
ctammany@commteam.org

Southeastern, MA

NeighborWorks Housing Solutions
422 Washington Street, Quincy, MA 02169
or
12 Taunton Green Suite 203, Taunton MA 02780
Contact: Laura Gabriel
781-422-4200 ext. 231
LGabriel@nhsmass.org

Franklin County

Franklin County Regional Housing &
Redevelopment Authority
241 Millers Falls Road
Turners Falls, MA 01376
Contact: Grafton Brown
413-223-5228
gbrown@fcrhra.org

Greater Springfield

Way Finders
1780 Main Street
Springfield, MA 01103
Contact: Amneris Moreno
413-233-1615
amoreno@wayfinders.org
*Serving: Agawam, Chicopee, Holyoke,
Northampton, Springfield, West Springfield,
Amherst, S. Hadley, and Westfield*

MetroWest, MA

South Middlesex Opportunity Council (SMOC)
345 Union Ave
Framingham, MA 01702
Contact: Amy Cowan
508-326-5349
hmlp@smoc.org

Greater Boston

Metro Housing Boston
1411 Tremont Street
Boston, MA 02120
Contact: Jennifer Shaw
617-425-6637
Jennifer.shaw@metrohousingboston.org

The Cape & Islands

South Middlesex Opportunity Council (SMOC)
345 Union Ave
Framingham, MA 01702
Contact: Amy Cowan
508-326-5349
hmlp@smoc.org

Home Modification Loan Program

www.cedac.org/hmlp

Frequently Asked Questions

What is the Home Modification Loan Program?

The HOME MODIFICATION LOAN PROGRAM (HMLP), established by the Massachusetts Legislature, is a state-funded loan program. The program provides loans to homeowners or landlords for necessary housing adaptations or modifications to improve accessibility for older adults and individuals with disabilities. Most loans are secured by a mortgage lien on the property to ensure the loan is repaid. Repaid loan funds will be given as loans to other similar borrowers in the future.

What kinds of projects are eligible?

The program is NOT a general home repair program. In order to be eligible for an HMLP loan the requested modifications must relate to the professionally documented disability or functional limitation of a household member of any age. Some examples of projects funded through this program include ramps and lifts, hardwired alarm systems, fencing, sensory spaces, accessory dwelling units, as well as accessible bathrooms and kitchens.

Projects that do not directly relate to the beneficiary's ability to function on a day-to-day basis and would benefit anyone living in the home are not eligible for financing under the HMLP program. Please speak with your provider agency if you have questions on the eligibility of your project.

What types of loans are available?

Loans for property owners are made available from \$1,000 up to \$50,000. Loans for owners of manufactured or mobile homes are made available from \$1,000 to \$30,000.

All qualified applicants receive a **0% interest, deferred payment loan**. Some landlords may be eligible for a 3% interest, amortizing loan for an eligible tenant.

What are the income eligibility requirements?

Income eligibility guidelines for this loan program are updated annually and are based on the information published by the U.S. Department of Housing and Urban Development. All homeowners with a total gross household income of up to 200% of the area median income (AMI) are eligible for the 0%-interest, deferred-payment loan.

2022 Income Guidelines

Household Size	Eligible with Gross Income up to:
1	\$196,400
2	\$224,400
3	\$252,400
4	\$280,400
5	\$303,000
6	\$325,400
7	\$347,800
8	\$370,200

What documents do I submit for proof of my current household gross income?

Applicants should submit pay stubs or other proof of income for the last 60 days for all household members. If someone in your household does not have pay stubs, please provide the individuals' benefit statement (SSI, SSDI, Veterans), pension statement or income tax returns.

Applicants must also submit three (3) months of bank statements for all household members. Please be sure to explain any reoccurring deposits. Please note, income documentation must be current at the time of loan closing, with documentation provided for the last 60 days.

How much in countable assets can I have and still qualify?

The primary head(s) of household cannot have more than \$75,000 in assets from the following sources; cash savings, deposits held in checking, savings, money market and brokerage accounts, cash value of stocks, bonds, mutual funds, ETFs, index funds, or other capital investments, real estate (investment or 2nd properties only), recreational vehicles, and personal property held as investment (such as gold, jewelry, coins, etc.).

HMLP does not include retirement accounts, your primary residence or vehicles, home equity loan funds or the funds necessary to complete your home modifications as part of your countable assets.

Please note: some exceptions have been granted, particularly for lower-income households or households on a fixed income and those who require the need to preserve assets for long-term living and care (e.g., healthcare and housing needs), please contact your Provider Agency to discuss.

What are the loan terms?

All eligible applicants qualify for a 0% interest, deferred payment loan.

HMLP loans made to property owners are secured with a mortgage lien against the property, loans made to manufactured or mobile homes are secured with a UCC-1 lien filed against the home or personal property.

Monthly payments are not required, payment is due when the property is sold or title is changes hands. Repayment could also be required if any condition of the loan agreement is not met.

How do I apply?

There are nine (9) agencies, serving 10 (10) regions, throughout the Commonwealth. These agencies receive applications and work directly with HMLP applicants throughout the loan process. The regions and the provider agencies are listed on page 2. Or visit: www.cedac.org/hmlp, to view a list of communities served by agency. You can also contact Susan Gillam for assistance at 1-866-500-5599 (toll free, valid in MA only) or 617-727-5944, ext. 109.

If you need help or reasonable accommodations during your application process, please let your local provider know.

Can a landlord apply for a loan to modify a rental unit?

A landlord who has an identified tenant with a disability may apply for a loan. The modifications made must be documented by a professional and must relate to the tenant's (beneficiary) functional daily needs. A landlord owning fewer than 10 housing units in the building may apply for a Home Modification loan at 3% interest.

NOTE: Any landlord with a unit in a building of 10 or more units is required to make modifications under MGL Paragraph 7A, Chapter 151B Section 4 and is **NOT** eligible for the Home Modification Loan Program unless the landlord can prove hardship through litigation under this statute.

What is the loan application process?

Please visit www.cedac.org/hmlp to watch a short video on the loan application process. In most cases, the Home Modification Loan Program does not refund applicants for already completed construction projects, but please speak with your Provider.

Step-One

Applications are taken anytime and reviewed on a first-come, first-served basis. To determine eligibility, your application must include all pages of the application, as well as the documents listed on the *Application Checklist* on page 7.

If you are unsure of the status of your application or need assistance with completing your application, contact your local provider agency. The provider can also answer any questions about the program requirements.

Step-Two

Once the provider agency has your complete application, including the *Home Modification Loan Program Bid, Scope of Work and Contract Form* (Bid Form) completed by your qualified contractor, a program construction monitor will schedule an inspection to review your construction project. **Please see the handout, *HMLP and Contractors*, for more information.**

Step-Three

Following the inspection, the provider agency prepares the HMLP loan documents for your review and signature. The mortgage document will be filed at a Registry of Deeds/Registry District of the Land Court or if applicable a UCC-1 Financing Statement will be filed with Massachusetts Secretary of State. The fees to record a mortgage or file the UCC-1 may be included in your loan or you may pay these fee(s) directly.

Step-Four

Once your mortgage or UCC-1 is filed, the provider agency will be able to request your loan funds which will be disbursed according to the agreed upon payment schedule between you and your qualified contractor in your construction contract. Your loan disbursement schedule can also be found in your HMLP Loan Agreement. **Please note that it can take up to 4 – 6 weeks after your inspection until the first loan disbursement can be made.**

It is the responsibility of your qualified contractor to secure all necessary permits from your municipality. Loan funds cannot be disbursed until a copy of these permits are submitted to your provider. If the contractor is requesting money before any work starts, the first payment can only be for construction materials and cannot be more than 1/3 of the total price of the project.

All loan disbursements are made after the homeowner submits receipts or invoices from their chosen contractor. Please note, invoices submitted directly by your contractor to your provider cannot be processed. It is the responsibility of the homeowner to verify the construction work is completed to their satisfaction and the payment milestone listed on the bid has been completed to authorize payment. Homeowners should never pre-sign invoices from their chosen contractor.

Step-Five

The construction monitor conducts a final inspection only when your project is totally finished to your satisfaction, and any municipal inspections have been conducted. The final payment (at minimum 10% of the total contract price) is released after the final HMLP inspection has been performed. The contractor must also sign a lien waiver.

What happens if my application is determined not eligible?

You will be notified by phone or in writing by the provider agency. The provider will attempt to provide you appropriate referrals to other programs or sources of funding.

What if my project will cost more than my available loan amount?

It will be your responsibility to find additional funds in order to complete your project. HMLP funds can only be used after all other sources of funding are spent on the project. Information on organizations or other programs that may have funds available can be found on our website or your provider can provide you with a handout with this information.

Who will do the actual work to modify the home?

HMLP and your provider cannot recommend contractors. You will hire the qualified contractor of your choice to complete your project. All construction professionals hired must be licensed and

insured in the state of Massachusetts and obtain the required building permits and this licensed individual should be the person who signs the legally binding construction contract. For resources on hiring a contractor visit <https://www.mass.gov/info-details/homeowners-guide-to-hiring-a-home-improvement-contractor>.

What should I expect during construction?

Be sure to review Step Four above regarding loan disbursements during construction. Please note, your provider is not able to negotiate or discuss the details of your project or application with your chosen qualified contractor. You should review the handout, *The Home Modification Loan Program & Contractors*, for more information on working with contractors and HMLP.

Homeowners are solely responsible for overseeing their chosen qualified contractor and determining when to authorize payment. You should keep a copy of your construction contract near-by and refer to it often. If something is not going the way you feel it should or if you have questions, you need to speak to your chosen contractor. You should also notify the provider, who can advise you on possible next steps you can consider.

What if I have a dispute with my contractor?

HMLP, your provider and the construction monitor cannot be involved in disputes regarding the legally binding contract you entered into with your chosen contractor. More information about hiring a construction contractor and consumer protection laws, including how to file a complaint can be found on the Massachusetts Office of Consumer Affairs and Business Regulation at:

<https://www.mass.gov/info-details/home-improvement-contractor-law-resources> or call the state office's toll-free hotline at (888) 283-3757.

May I do any of the work myself?

If you are a licensed contractor, you may be allowed to do the work yourself. Please be aware your loan funds can be used to pay for the cost of materials only. You will not be allowed to use loan funds to pay for the labor costs of yourself or your immediate family member(s).

What happens if I need to refinance my primary mortgage in the future?

You'll work directly with your provider agency on the steps to request a subordination of your HMLP mortgage lien. Please be advised HMLP only approves cash-out, including HELOC subordinations in limited cases. Your provider will need to review your loan application, home's appraisal, credit report(s) to determine if HMLP will be willing to subordinate.

Is a Mortgage Protection Plan a requirement of the program?

No. Some borrowers have received notices in the mail about a mortgage protection plan after they had a mortgage, including the HMLP mortgage placed on their property. These notices are not from your provider or HMLP. You should consult an attorney, insurance agent or other trusted advisor for information on mortgage protection plans.

My home is in a Trust, am I eligible?

A Trust does not disqualify you from being eligible for an HMLP loan. Your provider will require copies of your trust documents for review by the program's legal counsel. This review is so your provider can correctly document your loan.

I bought my home using an affordable home ownership program, am I eligible?

This does not automatically disqualify you for a HMLP loan. These home ownership programs have restrictions that require you to seek approval for any construction on your home. They often also require permission to enter a mortgage, so the resale price of your home remains affordable to the next homeowner. Please provide your provide agency copies of any affordable housing restrictions/covenants attached to your deed for review by the program's legal counsel.

Home Modification Loan Program

Application Checklist

Applicant Name: _____

Your application should be mailed directly to the provider agency serving your community, see page 2. Review this checklist carefully and be sure to submit a complete, signed, application, and the required documents to the provider agency serving your community.

Sections of the Application:

- Applicant or Homeowner Information (page 8)
- Household Income Information (page 9)
- Primary Head(s) of Household Asset Information (page 10)
- Beneficiary Information and Home Modification Project Information (page 10-11)
- Documentation of Need from Professional Form (page 12). *Your selected professional MUST complete the entire form*
- Release of Information Form (page 13)
- Property Information (page 14)
- PENALTY FOR FALSE OR FRAUDULENT STATEMENT (page 15)
- Landlord Form (if applicable, ask your provider agency for a copy)

Required Application Documentation:

- Copy of Driver's License or other government issued ID
- Proof you are up to date on real estate taxes (a letter from your city or town, or an escrow account statement from your mortgage holder)
- MA Income Tax Return (or proof you are up to date on your state income taxes) (If taxes were owed, you must include proof of payment)
- Household Income Documentation for the last 60 days (pay stubs, pension statement, benefit statement)
- Three (3) months of Bank Statements for all household members
- Copy of Current Mortgage Statement from your primary mortgage company, if applicable
- Copy of Current Deed for Property to be modified or a Copy of the Bill of Sale for Mobile Homes
- HMLP Bid, Scope of Work & Contract Form all parts of this form *MUST be* completed by your selected qualified contractor
- For projects over \$50,000 or \$30,000 (your loan max.), proof of funds to complete the project (personal funds, lines of credit or loans, grants, gifts), if applicable
- Trust, Power of Attorney, or Deed Rider documents, if applicable

Home Modification Loan Program Application

Applicant or Homeowner Information

The applicant is the individual or individuals who own the property to be modified. Landlord applicants must complete a *Landlord Form*; please ask your provider agency for a copy.

Please Print Clearly

Name (Last, First, MI): _____

Mailing address:

Number Street Unit #

City State Zip Code

Telephone: Home: _____ Work and/or Cell: _____

TTY/TTD: _____ E-Mail: _____

Address of Property to be Modified (if different from above):

Number Street Unit #

City State Zip Code

Is any person listed in this application (including all property owners or beneficiary) an employee or a relative of an employee of the Provider agency administering the Home Modification Loan Program?

Yes No

Has any person listed in this application (including all property owners or beneficiary) received a Home Modification Loan from this or any other HMLP Provider agency? Yes No If yes, has it been repaid?

Yes No Please list provider agency _____

Ethnic Background (Optional) please circle which apply

Native American White Hispanic Black Asian Other _____

How Did You Learn About the Home Modification Loan Program?

- Internet Search Radio/TV/Print Advertisement Informational Poster
 Friend or Relative Senior Center/Council on Aging Independent Living Center
 Community or Housing Organization Municipal Office Regional MRC office
 Other State Agency (DDS, DPH, DMH, MCB, MCDHH) Disability Organization
 Healthcare Agency (home health, skilled nursing facility, doctor's office, or hospital) contractor
Other _____

Income Information

Applicant or Homeowner Name: _____

If Applicant is a landlord renting to a family member, list all individuals in both the beneficiary's household and the property owner's household.

If Applicant is a landlord renting to a non-family member, list all individuals in the tenant's household.

Please list all persons in household (attach additional sheet if needed):

1. NAME: _____ Date of Birth _____ SOCIAL SECURITY NO. _____

Insurance: Private Medicare Medicaid None

2. NAME: _____ Date of Birth _____ SOCIAL SECURITY NO. _____

Insurance: Private Medicare Medicaid None

3. NAME: _____ Date of Birth _____ SOCIAL SECURITY NO. _____

Insurance: Private Medicare Medicaid None

4. NAME: _____ Date of Birth _____ SOCIAL SECURITY NO. _____

Insurance: Private Medicare Medicaid None

5. NAME: _____ Date of Birth _____ SOCIAL SECURITY NO. _____

Insurance: Private Medicare Medicaid None

Indicate in the table below all income for each individual in the household listed above.

Name (# From above)	Source of Income	Documentation	Income/Month	Income/Week	Annualized

Please DO NOT fill out the section below the dotted line. This is for Provider Use Only:

Total # Persons in Household: _____ **Total Annual Household Gross Income: \$** _____
Head(s) of Household Assets \$ _____

20__ Income Limit for family size listed above: \$ _____ **Verified By:** _____
 Loan Product Eligibility: yes no **Date:** _____

DOCUMENTATION OF NEED FROM PROFESSIONAL FORM

Your selected professional must complete all section of this form and sign it for it to be considered valid.

The Home Modification Loan Program provides funding for necessary home modifications or adaptations, which are required because the individual's ability to function on a daily basis is limited by the configuration of their home. When completing this form, please be specific and identify the functional aspects of the individual's limitation(s) that directly relates to a need for improved accessibility and/or safety.

Date: _____

1. Name of Individual: _____ Age: _____

2. What is the individual's primary impairment? _____

What is the individual's secondary impairment? _____

List any additional impairments: _____

3. What types of functional limitations does the individual's impairment(s) involve? (Please check all that apply):

- Mobility (uses wheelchair)
- Mobility (uses walker/other mobility device)
- Mobility (currently uses no mobility device)
- Dexterity
- Difficulty breathing/shortness of breath
- Emotional or behavioral

- Sensory
 - Sight
 - Hearing
 - Chemical sensitivity
- Developmental
- Cognitive
- Limited safety awareness

other – Please specify _____

4. List the necessary permanent home modifications or the changes to the current configuration of the home, which directly relate to improving the individual's day-to-day function or will allow the person to live independently in the community. *For example, Sally has gait issues and is unable to safely get in and out of her current shower. She would benefit from a barrier-free shower.*

Signature of Professional

Print Name

Phone #

Mailing Address

Release of Information

I hereby give authorization to _____ (*Provider agency*) to make inquiries for the Home Modification Loan Program as needed regarding _____, (*a professional*) information and documentation supplied by me to verify:

_____ Household income

_____ Primary heads of household assets

_____ Unsafe conditions noted at time of inspection

_____ My need for modifications as documented by _____
with whom I have a client history)

Address of the residence to be modified is:

Number	street	city/town	zip
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Phone	e-mail
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This information is regarding my request for a Home Modification Loan.

Signature: _____ Date: _____

This authorization is valid until my loan has been closed and all modification work completed.

Property Information

To verify you are current on your primary mortgage payments, if applicable, please include a copy of your most recent mortgage statement with your application.

I, the undersigned Borrower/Property Owner for the Home Modification Loan Program, affirm and attest that the following is true of the property to be modified under this program at

_____ , _____ , _____
Address City/Town Zip

1. Type of property: Single Family Multi-Family Mobile Home Condominium

If multi-family: number of units: _____ How many units are occupied? _____

2. **Owner(s) of record of the property to be modified:** (those listed on the property's deed)

1. _____ 2. _____

3. _____ 4. _____

Please include a copy of your property's current deed with your application. If you need help obtaining a copy of your deed, please contact your Provider agency for assistance.

Please verify your most current deed by providing the Book: _____ and Page #: _____ or Document # _____ of your property's deed, that is filed at the _____ Registry District.

If you are a manufactured or mobile homeowner, you must provide a copy of your mobile home's Bill of Sale.

3. **Lead Paint Verification** I understand that it is my responsibility to comply with all applicable laws and regulations regarding the presence of lead paint in my home. The provider agency and HMLP are not responsible for lead paint abatement in my home.

YES NO
 (1) The home was built before 1978.

(2) The property is subject to an emergency lead management plan and letter of interim control.

4. **Historic Certification**

My property is **NOT** listed in, or located within or near another home or historic district listed in the Historic Register.

My property **IS** listed in, or located within or near another home or historic district listed in the Historic Register.

5. Is your home owned by a **Trust**? Yes No If yes, attach the Declaration of Trust and Schedule of Beneficiaries (there are additional recording fees; ask your provider agency for more information).

6. Do you or the beneficiary have a **Power of Attorney**? Yes No If yes, attach a copy (there are additional recording fees, ask your provider agency for more information).

7. Does your property have a **Deed Rider** or affordability restriction through your city/town or state (example a LIP unit or 40B project)? Yes No. A deed rider may affect our ability to offer you an HMLP loan.

8. Are you currently filing or planning on filing for **bankruptcy**? Yes No

PENALTY FOR FALSE OR FRAUDULENT STATEMENT

The applicant(s) certifies that all information provided herein, and all information in support of this application, is given for obtaining assistance from the Home Modification Loan Program (HMLP).

I/We hereby certify that all of the above statements are true, accurate, and complete to the best of my/our knowledge and belief.

I hereby consent to the verification of any information given in this application. I understand that the information will be used to determine eligibility for this program and is subject to the requirements of HMLP Program Guidelines. The applicant(s) agree(s) to abide by the HMLP requirements in connection with any assistance received pursuant to this application.

I understand that HMLP may deny my application if I am currently **filing for bankruptcy and/or have a bankruptcy case pending**. I will notify the Provider agency of any current, pending, or future bankruptcy or foreclosure action against me.

All information generated as a part of this program is confidential between the program applicants and program administrators.

Signature(s) of Property Owner/Borrowers:

The signatories below acknowledge that this document is signed under pains of penalties of perjury.

All persons listed on the deed must sign below.

Signature:

_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____