

Smithfield Community Septic Loan Program

Offered by RIHousing in partnership with the Rhode Island Infrastructure Bank, the State Department of Environmental Management and the Town of Smithfield.

The program goal is to safeguard public health, and protect and improve ground and surface water resources, by ensuring the proper functioning and maintenance of all septic systems in Smithfield. The program makes low interest rate mortgages available to Smithfield residents.

Loan Terms: 10 years

PLEASE ATTACH THE FOLLOWING ITEMS TO YOUR APPLICATION

- a copy of 2 most recent pay stub(s) for each applicant
- a copy of each applicant's most recent signed tax return, along with last two years of W-2s (*Note: one tax return is acceptable in the case of joint returns*)
- a copy of the property deed with exhibit A
- a copy of most recent mortgage statement, real estate tax bill and homeowner's insurance
- a copy of social security and/or pension award letters (*or recent bank statement verifying receipt of social security and/or pension funds*)
- If self-employed or commissioned, provide copies of your completed federal tax returns from the last two years with all schedules attached

PROGRAM REQUIREMENTS

- All work must be completed by a RI-licensed installer
- Applicants must provide two estimates from RI licensed installers.
- OWTS engineering/design costs cannot be reimbursed from the loan
- Property taxes must be up-to-date prior to application review process
- Must be current with all credit obligations
- No current bankruptcies
- No current federal tax liens
- Applicants must have all necessary permits and approved septic design from RIDEM prior to approval
- DEM Certificate of Conformance required prior to disbursement

FEES

There is a \$300.00 loan origination fee to be paid by the borrower at closing.

LOAN TERMS

- Loan terms: 10 years
- 1% Fixed Rate
- Loan amounts to \$20,000
- Income limits - Annual household income cannot exceed:
1 person: \$85,000; 2+ person: \$130,000
- 45% debt-to-income ratio
- Only owner-occupied 1-3 family residential properties are eligible. At least one unit must be owner occupied for multifamily properties. Loans are not allowed for group or cluster systems.
- Properties must be located within areas of the town not served by sewers or deemed ineligible. Commercial properties are ineligible.
- Loans will be approved on a first-come first-served basis until funds are exhausted.

CONTACT US

Call us today at 401-457-1127 with questions or complete and mail this application to:

RIHousing
44 Washington Street
Providence, RI 02903-1721
Attn: Community Lending