

7/19/84

4900.0601

[REVISOR] MVH/JA AR0551

1 Housing Finance Agency

2

3 Adopted Rules Governing the Energy Improvement Loan Insurance
4 Program

5

6 Rules as Adopted

7 4900.0601 DEFINITIONS.

8 Subpart 1. Scope. For the purposes of parts 4900.0601 to
9 4900.0605, the following terms have the meanings given them.

10 Subp. 2. Agency. "Agency" means the Minnesota Housing
11 Finance Agency.

12 Subp. 3. Borrower. "Borrower" means one or more persons
13 or legal entities.

14 Subp. 4. Energy improvement loan insurance
15 program. "Energy improvement loan insurance program" means a
16 program established by Minnesota Statutes, section 462A.05,
17 subdivision 23 to insure loans that are made by lenders to
18 eligible borrowers to pay the costs of eligible improvements
19 made to eligible structures.

20 Subp. 5. Insure. "Insure" means that the agency will pay
21 to the lender a portion of defaulted loans that are insured by
22 the energy improvement loan insurance program, up to a maximum
23 total amount for each lender.

24 Subp. 6. Lender. "Lender" means a banking institution,
25 savings and loan association, or other lender approved by the
26 agency, organized under the laws of this or any other state or
27 of the United States having an office in Minnesota.

28 Subp. 7. Rental dwelling unit. "Rental dwelling unit"
29 means a housing unit containing cooking, sleeping, and bathroom
30 facilities that is occupied by a household other than the owner
31 of the dwelling for which rent is received either in cash or in
32 kind.

33 4900.0602 ELIGIBLE LOAN.

34 For a loan to be insured under the energy improvement loan
35 insurance program, the loan must comply with parts 4900.0603 to

48-6-b

1 4900.0605.

2 4900.0603 ELIGIBLE BORROWERS.

3 Subpart 1. Interest in property. An eligible borrower
4 shall, individually or in the aggregate, possess at least a
5 one-third interest in either a fee title, a contract for deed,
6 or a life estate in the property and the structure located
7 thereon.

8 Subp. 2. Credit review. An eligible borrower shall be a
9 reasonable credit risk, and shall be able to pay the loan
10 obligation, as determined by the lender that originates a loan
11 to be insured under the energy improvement loan insurance
12 program and as determined by the agency.

13 4900.0604 ELIGIBLE STRUCTURES.

14 An eligible structure must contain one or more rental
15 dwelling units and must not be in compliance with applicable
16 energy efficiency standards.

17 4900.0605 ELIGIBLE IMPROVEMENTS.

18 Eligible improvements are any improvements that are
19 primarily designed to reduce energy consumption, and any
20 structural or other directly related repairs that are essential
21 to accomplish the eligible improvement.