

**Kerr-Tar Regional Council of Governments**  
**Assistance Policy**  
**For the 2027 Cycle of the**  
**Urgent Repair Program**

**What is the Urgent Repair Program?** The Kerr-Tar Regional Council of Governments (COG) has been awarded \$330,000 by the North Carolina Housing Finance Agency ("NCHFA") under the 2027 cycle of the Urgent Repair Program ("URP27"). This program provides funds to assist very-low and low- income households with special needs in addressing housing conditions which pose imminent threats to their life and/or safety or to provide accessibility modifications and other repairs necessary to prevent displacement of very-low and low- income homeowners with special needs such as frail elderly and persons with disabilities. A total of 22 households are projected to be assisted under URP27.

This Assistance Policy describes who is eligible to apply for assistance under URP27, how applications for assistance will be rated and ranked, what the form of assistance is and how the repair/modification process will be managed. The COG has designed this URP27 project to be fair, open, and consistent with the COG's approved application for funding and with NCHFA's URP Program Guidelines.

The funds provided by NCHFA come from the North Carolina Housing Trust Fund and Agency funds.

**Eligibility** To be eligible for assistance under URP27 applicants

- 1) must reside within the service area of the Kerr-Tar Regional Council of Governments (Franklin, Granville, Person, Vance, Warren) and own and occupy the home in need of repair
- 2) must have a household income which does not exceed 50% of the Regional median income for the household size (see income limits below)
- 3) must have a special need (i.e. be elderly,  $\geq 62$  years old, handicapped or disabled, a single parent with a dependent living at home, a Veteran, a large family with  $\geq 5$  household members or a household with a child below the age of six with lead hazards in the home.
- 4) must be an on-site stick built and off frame modular units to be eligible for consideration. Manufactured housing, including mobile homes, are not eligible for assistance
- 5) must have urgent repair needs, which cannot be met through other state or federally-funded housing assistance programs
- 6) The property must be free of any property taxes owed or liens in default at the time of application unless a payment plan has been established and payments are current. If the applicant is unsure, he/she should call the County Tax office in which they reside prior to submitting the application.

## URP27 Income Limits\* for Kerr-Tar Regional Council of Governments

Based on 2026 HUD NC Statewide Income Limits

| Number in Household | 30% of Median (very-low income) | 50% of Median (low income) |
|---------------------|---------------------------------|----------------------------|
| 1                   | \$19,950                        | \$33,250                   |
| 2                   | \$22,800                        | \$38,000                   |
| 3                   | \$25,650                        | \$42,750                   |
| 4                   | \$28,500                        | \$47,500                   |
| 5                   | \$30,800                        | \$51,300                   |
| 6                   | \$33,100                        | \$55,100                   |
| 7                   | \$35,350                        | \$58,900                   |
| 8                   | \$37,650                        | \$62,700                   |

\*Income limits are subject to change based on annually published HUD HOME Limits and will be updated each year. This update will not require a re-approval of the governing authority.

**Outreach Efforts of the Urgent Repair Program** The Kerr-Tar Regional Council of Governments will advertise or publish an article about the Urgent Repair Program in the local newspapers, at senior centers throughout the region, and on the COG's website and Facebook page.

**Selection of applicants** The COG has devised the following priority system to rank eligible applicants, determine which of them will be selected for assistance and in what order. Under this system applicants will receive points for falling into certain categories of special need and income. The applications will be ranked according to which receive the most points. All applicants will be selected on a first come, first to qualify, first served basis.

### Priority Ranking System for Kerr-Tar Regional Council of Governments' URP27

| <i>Special Needs (for definitions, see below)</i>                      | <i>Points</i> |
|------------------------------------------------------------------------|---------------|
| Disabled, Elderly or Veteran Head of Household (62 or older)           | 4             |
| Disabled, Elderly, or Veteran Household Member (not Head of Household) | 3             |
| Single-Parent Household (with one or more children in the home)        | 3             |
| Large Family (5 or more permanent residents)                           | 2             |
| Emergency (may submit without regard to application deadlines)         | 2             |
| Child under six years of age with lead hazards in the home             | 2             |
| <i>Income (See Income Table above)</i>                                 | <i>Points</i> |
| Less than 30% of County Median Income                                  | 10            |
| 30% to 50% of County Median Income                                     | 5             |

Under NCHFA Program Guidelines, a minimum of 50% of households assisted must have incomes which are less than 30% of the area median income for the household size, and no household with an income exceeding 50% of the area median income will be eligible. Kerr-Tar COG will make every effort to meet this guideline and it will be the primary factor in the selection of those households to be assisted under URP27.

Recipients of assistance under the URP27 will be chosen by the above criteria without regard to race, color, religion, national origin, sex, familial status and disability.

**The definitions of special needs' populations under URP27 are:**

- *Elderly*: An individual aged 62 or older.
- *Emergency*: A situation in which a household member has an immediate threat of being displaced or removed from a home due to health or safety issues within a time frame that the program can complete a repair to stop eviction or removal. These applications will be received at any time during the funding cycle and evaluated on the ability of the program to complete the work in a timely manner that meets the goal of assisting homeowners to remain in their home.
- *Disabled*: A person who has a physical, mental or developmental disability that greatly limits one or more major life activities, has a record of such impairment, or is regarded as having such an impairment.
- *Large Family*: A large family household is composed of five or more individuals; at least four are immediate family members.
- *Head of Household*: The person or persons who own(s) the house.
- *Household Member*: Any individual who is an occupant (defined below) of the unit to be rehabilitated shall be considered a "household member" (the number of household members will be used to determine household size and all household members are subject to income verification).
- *Occupant*: An occupant is defined as any immediate family member (mother, father, spouse, son/daughter of the head of the household, regardless of the time of occupancy); or non-immediate family member who has resided in the dwelling at least 3 months prior to the submission of the family's application.
- *Single-Parent Household*: A household in which one and only one adult resides with one or more dependent children.
- *Veteran*: A person who served in the active military, naval, or air service, and who was discharged or released therefrom under conditions other than dishonorable.
- *Child with lead hazards in the home*: a child below the age of six living in the applicant house which contains lead hazards.

**Client Referral and Support Services** Many homeowners assisted through the Urgent Repair Program may also need other services. When the Urgent Repair Program staff meet the homeowner during the work write-up process, they will discuss the resources and programs available in the Kerr-Tar region and provide pamphlets and a list of the agencies with contact information. With the homeowner's permission, a case file will be created and a staff person will follow up with the homeowner concerning the available services in the referral network.

**What is the form of assistance under URP27?** The COG will provide assistance to homeowners, whose homes are selected for repair/modification in the form of a loan. Homeowners will receive an unsecured deferred, interest-free loan, forgiven at a rate of \$5,000 per year, until the principal balance is reduced to zero.

**What is the amount of the loan?** The amount of the loan will depend on the scope of work necessary to address the identified imminent threats to life and/or safety, and that will be determined by the COG's rehabilitation specialist. There is no minimum to the amount of the loan; however, the maximum life-time limit according to the guidelines of URP27 is \$15,000.

**What kinds of work will be done?** Only repairs that address imminent threats to the life and/or safety of occupants of the dwelling unit or accessibility modifications will be performed under the COG's URP. It should be noted that all deficiencies in a home may not be rectified with the available funds.

All work that is completed under URP27 must meet or exceed NC Residential Building Code.

**Who will do the work on the homes?** The COG is obligated under URP27 to ensure that quality work is done at reasonable prices and that all work is contracted through a fair, open and competitive process. To meet those very difficult requirements, the COG will invite bids only from contractors who are part of an "approved contractors' registry". Please request a copy of the COG's Procurement and Disbursement Policy for further information.

(Homeowners who know of quality rehabilitation contractors that are not on the COG's Approved Contractors Registry are welcome to invite them to apply.)

A minimum of three approved contractors will be invited to bid on each job, and the lowest responsive and responsible bidder will be selected for the contract. "Responsive and responsible" is described in the Procurement and Disbursement Policy.

**What are the steps in the process, from application to completion?** Now that you have the information about how to qualify for the Kerr-Tar Regional Council of Governments' URP27, what work can be done, and who will do it, let's go through all the major steps in the process:

1. **Completing an Application form:** Homeowners who wish to apply for assistance must do so by August 31, 2026. Apply by contacting Katie Conner, Finance Director, at 252-436-2040. Proof of ownership and income will be required. Those who have applied for housing assistance from the COG in the past will not automatically be reconsidered. A new application will need to be submitted.
2. **Preliminary inspection:** The COG's Rehabilitation Specialist will visit the homes of potential loan recipients to determine the need and feasibility of repairs/modifications.
3. **Screening of applicants:** Applications will be rated and ranked by the COG based on the priority system outlined on page 2. The households to be assisted will initially be selected by October 15, 2026 with the exception that bona fide Emergency applications may be served without regard to deadlines. Household income will be verified for program purposes only (information will be kept confidential). Ownership of property will be verified along with other rating factors. From this review, the twenty two (22) most qualified applicants will be chosen according to the priority system described above. If funds remain, additional awardees will be chosen on a first come, first to qualify, first serve basis. Applicants not receiving notification that they were chosen by November 1, 2026 may contact Katie Conner, Finance Director, at 252-436-2040 to confirm the disposition of the application.
4. **Applicant interviews:** Approved applicants will be provided detailed information on assistance, program repair/modification standards and the contracting procedures associated with their project at this informational interview.
5. **Work write-up:** The COG's Rehabilitation Specialist will visit the home again for a more thorough inspection. All parts of the home must be made accessible for inspection, including the attic and crawlspace, if any. The owner should report any known problems such as electrical short circuits, blinking lights, roof leaks and the like. The Rehabilitation Specialist will prepare complete and detailed work specifications (known as the "work write-up"). A final cost estimate will also be prepared by the Rehabilitation Specialist and held in confidence until bidding is completed.

- 6. Formal agreement:** After approval of the work write-up, the homeowner will sign a formal agreement that will explain and govern the repair/modification process, and an explanation of the Promissory Note, which is considered a forgivable loan. This agreement will define the roles of the parties involved throughout the process.
- 7. Bidding:** The work write-up and bid documents will be sent to a minimum of three contractors on the Approved Contractors' Registry who will be given one week in which to inspect the property and prepare bid proposals. The names of the invited contractors will be supplied to the homeowner. For homes built prior to 1978, bid invitations will be sent only to contractors with an RRP Firm Certificate on file at the COG; these projects must have at least one personnel on site who is an RRP Certified Renovator.) Each will need access to those areas of the house, in which work is to be performed, in order to prepare a bid. A bid opening will be conducted at the COG office at a specified date and time, with all bidders and the homeowner invited to attend.
- 8. Contractor selection:** Within 24 hours of the bid opening, after review of bid breakdowns and timing factors, the winning bidder will be selected. All bidders and the homeowner will be notified of (1) the selection, (2) the amount, (3) the amount of the COG's cost estimate, (4) any support or contingency costs that will be included in the loan amount, and (5) if other than the lowest bidder is selected, the specific reasons for the selection.
- 9. Execution of loan and contract:** The loan will be executed as well as the repair/modification contract prior to work beginning on the project. This contract will be between the contractor and homeowner, with the COG signing as an interested third party. The cost of the actual work and project related support costs up to the amount of \$15,000 will be included in the loan document.
- 10. Pre-construction conference:** A pre-construction meeting will be held at the home. At this time, the homeowner, contractor and program representatives will be present and discuss the details of the work to be done. Starting and ending dates will be agreed upon, along with any special arrangements such as weekend or evening work hours and disposition of items to be removed from the home (such as old plumbing, etc.). If the contract has been executed, the COG will issue a "proceed order" formally instructing the contractor to commence by the agreed-upon date within 24 hours of the pre-construction meeting.
- 11. Construction:** The contractor will be responsible for obtaining any required building permits for the project before beginning work. The permit must be posted at the house during the entire period of construction. Program staff will closely monitor the contractor during the construction period to make sure that the work is being done according to the work write-up (which is made a part of the rehabilitation contract by reference) and in a timely fashion. Code Enforcement Officers will inspect new work for compliance with the State Building Code as required by the guidelines of URP27. The homeowner will be responsible for working with the contractor toward protecting personal property by clearing work areas as much as practicable.
- 12. Change Orders:** All changes to the scope of work must be reduced to writing as a contract amendment ("change order") and approved by all parties to the contract: the owner, the contractor and two representatives of the Kerr-Tar Regional Council of Governments. If the changes require an increase in the loan amount, a loan modification stating these changes in the contract amount must be completed by the COG, and executed by the owner. If the changes result in a decrease in the loan amount, an estoppel informing the homeowner of these changes in the contract amount will be completed by the COG and conveyed to the owner.

**13. Payments to contractor:** The contractor will be paid following inspection of and satisfactory completion of all items on the work write-up and change orders, if any, as outlined in the COG's Procurement and Disbursement Policy.

**14. Post-construction meeting:** Following construction, the contractor and the Rehabilitation Specialist will sit down with the homeowner one last time. At this meeting the contractor will hand over all owner's manuals and warranties on equipment. The contractor and Rehabilitation Specialist will go over operating and maintenance requirements for any new equipment installed and discuss general maintenance of the home with the homeowner. The homeowner will have the opportunity to ask any final questions about the work and the loan.

**15. Closeout:** Once each item outlined in section 13 has been satisfied and the homeowner has signed a Certificate of Satisfaction, the job will be closed out (fully completed).

**What are the key dates?** If, after reading this document, you feel that you qualify for this program and wish to apply, please keep the following dates in mind:

- Applications available to the public starting July 1, 2026.
- Applications must be turned in at the Kerr-Tar Regional Council of Governments by 5:00 PM on August 31, 2026.
- Loans made to selected households October 1, 2026. With the exception that bona fide Emergency applications may be served without regard to deadlines.
- All rehabilitation work must be under contract by October 15, 2027.
- All rehabilitation work must be completed by December 31, 2027.

**How do I request an application? Contact:**

Katie Conner, Finance Director  
Kerr-Tar Regional Council of Governments  
P.O. Box 709  
Henderson, NC 27536  
252-436-2040

**Is there a procedure for dealing with complaints, disputes and appeals?** Although the application process and repair/modification guidelines are meant to be as fair as possible, the Kerr-Tar Regional Council of Governments realizes that there is still a chance that some applicants or participants may feel that they are not treated fairly. The following procedures are designed to provide an avenue for resolution of complaints and appeals.

During the application process:

1. If an applicant feels that his/her application was not fairly reviewed or rated and would like to appeal the decision made about it, he/she should contact Executive Director Diane Cox within five days of the initial decision and voice their concern. If the applicant remains dissatisfied with the decision, the detailed complaint should be put into writing.
2. A written appeal must be made within 10 business days of the initial decision on an application.
3. The Kerr-Tar Regional Council of Governments will respond in writing to any complaints or appeals within 10 business days of receiving written comments.

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During the repair/modification process:

1. If the homeowner feels that repairs or modifications are not being completed according to the contract, he/she must inform the contractor and the Rehabilitation Specialist.

2. The Rehabilitation Specialist will inspect the work in question. If he finds that the work is not being completed according to contract, the Rehabilitation Specialist will review the contract with the contractor and ask the contractor to remedy the problem.
3. If the Rehabilitation Specialist finds that the work is being completed according to contract, the complaint will be noted and the Rehabilitation Specialist and the homeowner will discuss the concern and the reason for the Rehabilitation Specialist's decision.
4. If problems persist, a mediation conference between the homeowner and the contractor may be convened by the Rehabilitation Specialist and facilitated by the COG's Executive Director. The homeowner must put the problem in writing to trigger a mediation conference.
5. Should the mediation conference fail to resolve the dispute, the COG Executive Director will render a written final decision.

**Will the personal information provided remain confidential?** Yes. All information in applicant files will remain confidential. Access to the information will be provided only to COG employees who are directly involved in the program, the North Carolina Housing Finance Agency and auditors.

**What about conflicts of interest?** No officer, employee or other public official of the COG, or member of the COG Board of Directors, or entity contracting with the COG, who exercises any functions or responsibilities with respect to URP27 shall have any interest, direct or indirect, in any contract or subcontract for work to be performed with program funding, either for themselves or those with whom they have family or business ties, during their tenure or for one year thereafter. Relatives of COG employees, Board Members and others closely identified with the COG, may be approved for rehabilitation assistance only upon public disclosure before the COG Board and written permission from NCHFA.

**What about favoritism?** All activities under URP27, including rating and ranking applications, inviting bids, selecting contractors and resolving complaints, will be conducted in a fair, open and non-discriminatory manner, entirely without regard to race, color, religion, national origin, sex, familial status or disability

**Who can I contact about URP27?** Any questions regarding any part of this application or program should be addressed to:

Katie Conner, Finance Director  
Kerr-Tar Regional Council of Governments  
P.O. Box 709  
Henderson, NC 27536  
252-436-2040

Diane Cox, Executive Director  
Kerr-Tar Regional Council of Governments  
P.O. Box 709  
Henderson, NC 27536  
252-436-2040

These contacts will do their utmost to answer questions and inquiries in the most efficient and correct manner possible.

This Assistance Policy is adopted this 26<sup>th</sup> day of May 2026.



Chairman, COG Board of Directors



Attest – Executive Director