



Mission Statement

Is to finance and promote affordable, safe and decent housing and economic development opportunities for low- and moderate - income band members and sustain healthy communities within its service area.



Minnesota Chippewa Tribe Finance Corporation

Minnesota Chippewa Tribe Finance Corporation
P.O. Box 217
Cass Lake, MN 56633
www.mctfc.org





Housing Loans

History

The Minnesota Chippewa Tribe Finance Corporation was established in 1976 by The Minnesota Chippewa Tribe to develop a low interest revolving home loan program for low and moderate income American Indians in order to improve the quality of their living environment through the construction, purchase and renovation of housing.

Initial funding for these unique programs was provided by the State of Minnesota and the Department of Treasury and continues through revolving loan funds.



Minnesota Chippewa Tribe Home Loan Program

The Minnesota Chippewa Tribe Home Loan Program provides financing to members of the Minnesota Chippewa Tribe, within the Investment Area (State of Minnesota).

Visit our website at www.mctfc.org for more information on the types of programs described below or to download information, forms and utilize our interactive tools. In addition, we perform field application intake sessions at various locations on each of the six member reservations. We also provide home-buyer training, assist clients with home inspections and construction counseling.

Regular Program

Housing loans for new construction or home purchase. Renovations may be included in the purchase with approval. Adjusted income under 80% State median income, reasonable credit rating, owner occupied. Market interest rate with a 30 year term. Loans may be used to build or purchase homes within the State of Minnesota.

Moderate Program

Housing loans for new construction or home purchase. Adjusted gross income exceeds 80% State median income, reasonable credit rating, owner occupied. Market interest rate with a 30 year term. Loans may be used to build or purchase homes. Property must be located within the six member reservation service areas.

Renovation Program

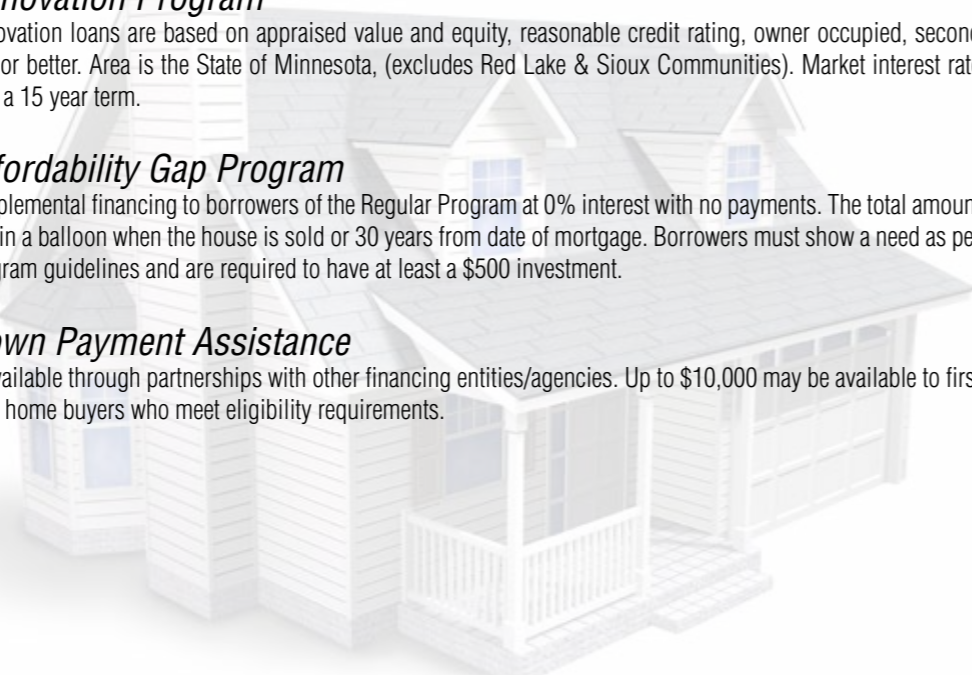
Renovation loans are based on appraised value and equity, reasonable credit rating, owner occupied, second lien or better. Area is the State of Minnesota, (excludes Red Lake & Sioux Communities). Market interest rate with a 15 year term.

Affordability Gap Program

Supplemental financing to borrowers of the Regular Program at 0% interest with no payments. The total amount due in a balloon when the house is sold or 30 years from date of mortgage. Borrowers must show a need as per program guidelines and are required to have at least a \$500 investment.

Down Payment Assistance

Is available through partnerships with other financing entities/agencies. Up to \$10,000 may be available to first time home buyers who meet eligibility requirements.



Business Loans

Minnesota Chippewa Tribe Business Loan Program

The Minnesota Chippewa Tribe Business Loan Program provides financing to members of the Minnesota Chippewa Tribe, within the Investment Area (State of Minnesota).

Micro Loans \$500 – \$5,000

Loans are intended to be used for small businesses working capital, equipment, and machinery purchases or other capitalization needs. Term up to 3 years.

Business Loans \$5,000 – \$150,000

Loans may be used to purchase equipment, machinery, inventory, working capital, and refinancing of existing indebtedness with terms substantially less favorable.

Commercial Real Estate Loans \$5,000 – \$150,000

Purchase or improvements of real estate necessary for business operation, and refinancing of existing indebtedness with terms substantially less favorable. Term up to 15 years.

All loans will require security/collateral and personal guarantees from principals and/or third parties. The owner/borrower must have a minimum 10% equity in total business capitalization. Interest is based on risk rating of applications; rates will be between 4%-7%. Borrowers are required to have a reasonable credit history and a written plan for repayment.

All applicants with any type of loan must have a business plan detailing how the business will operate and perform. (Technical Assistance is available).

Application Procedure

Applications are taken at our home office located at 15542 State Hwy 371 NW, Cass Lake, Minnesota. Call one of our loan officers for an appointment at 218-335-8582, or visit our website at: www.mctfc.org.

Home Loan applicants must be an American Indian enrolled in The Minnesota Chippewa Tribe and must be owner occupied. Applicants must also meet other requirements such as; reasonable credit risk, have a stable employment history, and meet state and HUD credit underwriting guidelines.

New construction loans included a contingency set aside fund to cover potential cost overruns. Land purchases may be included in the financing package.

