

**SUPPORTIVE HOUSING AND  
EMERGENCY SHELTER  
REPAIR PROGRAM**



**Program Guide and Application**

Updated February 2026

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## OVERVIEW

Since the early 1990's MaineHousing has provided funding to non-profit corporations for the development of supportive housing for persons with special needs. After years of use, some of these supportive housing projects have physical deficiencies and no funds to address the deficiencies.

At the same time, MaineHousing has used funds from federal and state resources to provide grants for emergency shelters for a variety of activities that assist people who are experiencing homelessness. Some of the emergency shelters also have physical deficiencies and lack funding to address the physical deficiencies.

The Supportive Housing and Emergency Shelter Repair Program ("Repair Program") provides forgivable loans to address physical deficiencies of supportive housing projects and emergency shelters funded by MaineHousing. Applications will be reviewed for funding upon receipt.

### Section 1: Eligible Applicants

To be eligible for Repair Program funding, the project must meet the following eligibility requirements:

- Supportive housing or emergency shelter currently financed or assisted by MaineHousing where the owner:
  - a has outstanding MaineHousing financing or assistance or receives Emergency Shelter and Housing Assistance Program (ESHAP) funds;
  - b is a 501(c)(3) non-profit corporation; and
  - c is in compliance with all of its obligations to MaineHousing or is in an approved Workout plan.

MaineHousing will not process an application if the applicant, or any other entity in which the applicant or one of its affiliates has a controlling interest, (i) at any time during the previous 6 months has been more than 60 days delinquent on MaineHousing financing, or has been issued a notice of default unless an approved workout plan is in place and in good standing; or (ii) has been the owner of any MaineHousing-financed project that was foreclosed upon by MaineHousing or conveyed to MaineHousing by deed-in-lieu of foreclosure.

MaineHousing will not process an application if the project in question has existing subsidy through the HUD Section 202, or 811 programs. Emergency situations will be considered on a case-by-case basis.

Owners, operators and contractors must not be debarred, suspended, proposed for debarment, or voluntarily excluded from participation in federal housing programs or MaineHousing programs. Owners, operators, and contractors that have had a professional license suspended or revoked need MaineHousing's prior approval to participate in the Repair Program.

Eligible Applicants, and/or their subsidiaries/affiliates, may submit a request for financial assistance no more frequently than every other program year. For example, if an Eligible Applicant receives funding for their project in 2026, they cannot apply for financial assistance in 2027 for that project. MaineHousing may consider additional requests for Life Safety Items (as defined below) on a case-by-case basis.

## Section 2: Forgivable Loan Amount

- a. The maximum forgivable loan is \$65,000 per project
- b. The minimum forgivable loan is \$10,000 per project. Eligible Applicants may submit applications for multiple projects; however, the total amount of Repair Program funds provided to an Eligible Applicant may not exceed \$130,000 in any given year. A separate application must be submitted for each project.
- c. MaineHousing reserves the right to determine the amount of Repair Program funding awarded to any project, which amount may be more or less than the amount requested.
- d. MaineHousing may require projects with replacement reserve funds to use some or all of the replacement reserve funds in addition to any Repair Program funds.

\*\*\*\* In cases where unexpected cost overruns occur for approved repair work listed in the SHP Repair loan's Repair Escrow Agreement, the Future Advance provision of the project's Mortgage and Security Agreement may be considered as a possible source to cover the additional funding needs. The amounts covered by any Future Advance will be limited to the approved repair work. Any new repair items being added to the scope of work would be a separate request and subject to Section 1 above.

## Section 3: Forgivable Loan Terms

The following loan terms will apply:

- a. The Deferred Forgivable Promissory Note ("Note") term will match the remaining term of the existing financing or **10 years**, whichever is longer.
- b. A Declaration of Covenants, Conditions, and Restrictions ("Covenant") will be required, and the term of the Covenant will match the remaining term of the existing financing or **10 years**, whichever is longer.
- c. 0% deferred due on sale note that is forgivable if compliance is maintained throughout the term of the Note.
- d. The project must continue to operate as supportive housing or an emergency shelter for the term of the Covenant.
- e. No voluntary prepayment.
- f. The Note is secured by a Mortgage.
- g. The Note and Mortgage are non-recourse.
- h. The Note is forgiven, and the Mortgage is discharged, and the Covenant is discharged if the Eligible Applicant complies with the terms of the Note, Mortgage and Covenant throughout the respective terms.

## Section 4: Eligible Activities

Repair Program funds will be limited in use to Life Safety Items and/or Immediate Need Items, validated as necessary, to ensure housing is decent, safe and sanitary.

**Life Safety Items will be prioritized above all other repair needs.**

### 1. Life Safety Items (Priority Category)

Life Safety Items are repairs required to address conditions that pose an immediate threat to the health or safety of occupants. These items will be funded before any Immediate Need Items.

Examples of Life Safety Items include, but are not limited to:

- GFCI and/or ARC Fault protection where required by code (bathrooms, kitchens, sleeping areas, basements, outbuildings)
- Hard-wired smoke and carbon monoxide detectors with battery backup
- Upgrades to electrical distribution systems
- Fuel gas leak detectors where required by code
- Emergency lighting
- Exit signage
- Egress improvements (enclosing stairways, repairing handrails, installing properly sized windows)
- Fire sprinkler systems
- Structural repairs addressing deterioration that could lead to failure of floors, roofs, or exterior balconies
- Panic hardware on egress doors
- Lead hazard reduction work (documentation of remediation may be required)
- Asbestos and radon mitigation

## 2. Immediate Need Items

Immediate Need Items are repairs necessary to maintain the integrity, value, and continued usefulness of the building.

Immediate Need Items include:

- a. Repairs that must be completed within one year to prevent further deterioration of the structure or building systems, OR
- b. Repairs to fixtures, components, or systems that have exceeded their useful life or have fewer than three years of useful life remaining.

Examples of Immediate Need Items include, but are not limited to:

- Roofs
- Windows
- Heating components
- Plumbing systems
- Electrical systems
- Insulation
- Ventilation systems
- Foundations, sills, and structural supports
- Floors and floor coverings
- Interior and exterior walls and wall surfacing
- Ceilings
- Roofing supports and members
- Doors
- Porches, patios, and similar elements
- Bathroom and kitchen modifications
- Accessibility upgrades
- Ramp repairs
- Elevator upgrades

## Section 5: Ineligible Activities

Repair Program funds shall not be used for the following:

- a. Organizational or project operational costs
- b. Costs that are incurred by the applicant in conjunction with the Repair Program, including organizational and loan closing costs. Costs related to determining the capital needs of the project will be limited to 10% of the final Repair Program Loan total
- c. Repair work that commenced prior to the award of Repair Program funds without MaineHousing's prior approval
- d. Funding of project reserves

## Section 6: Requirements for Repair Work

MaineHousing will review all proposed scopes of work to ensure compliance as follows:

- a. The following repairs must comply with the Asset Management Design and Construction Manual for Existing Buildings (located on the MaineHousing website or available by request):
  - Roof repair or replacement
  - Window replacement(s)
  - Exterior door replacement(s)
  - Paving (finish or base)
  - Vinyl siding installation
  - Carpet installation/flooring

Applicants are strongly encouraged to share the applicable sections of the manual with contractors bidding for any of the above repairs to ensure the bid provides the proper material specifications
- b. Applicants must address all necessary maintenance, capital improvements, lead hazard reduction work, and code compliance work required by MaineHousing.
- c. All repair work must comply with the most recent versions of the International Building Codes (IBC) and National Fire Protection Association Codes (NFPA), including without limitation to the following
  - IBC & IBEC
  - The National Electrical Code.
- d. NFPA 101 The Life Safety Code 2018 & MUBEC (if applicable) All repair work must comply with applicable accessibility and adaptability requirements.
- e. Applicant must provide MaineHousing with any of the following that are required by state law or local ordinance:
  - plan review
  - construction permit
  - sprinkler permit
  - barrier free permit (issued by the Department of Public Safety-State Fire Marshall Office)

- plans and specifications developed by a licensed design professional (plans and specifications are subject to MaineHousing approval; at MaineHousing’s discretion, highly complex repair work may also require a design professional)
- f. Repair work that disturbs lead-based paint (which may or may not involve lead-based paint hazard reduction work) must be done using lead safe work practices and achieve a satisfactory clearance test at completion of rehab.
- g. Upon completion of all repair work, properties must comply with all applicable state and local codes and ordinances. MaineHousing will be the final arbiter when interpreting codes and standards and may require modifications to the repair work.

## **Section 7: Application Process and General Requirements**

The Repair Program is a two-step application process:

### **A. Pre-Application (No bids are required with this phase)**

All interested applicants will need to download and complete a pre-application form and submit it to MaineHousing. The pre-application will identify the project and include a proposed scope of work to be completed with loan proceeds. Receipt of the pre-application will place the project in the queue and will create a temporary hold/reservation of funding for the project.

MaineHousing will schedule an inspection with the prospective applicant to evaluate the proposed scope of work in relation to the building’s current physical condition. The inspection/review should occur within 3 weeks of the pre-application receipt date. Recommendations by the inspector for additions to or deletions from the proposed scope of work will occur during this phase resulting in a final approved agreed upon scope of work.

A confirmation email will be forwarded to the Eligible Applicants listing the approved scope of work and authorization to move forward with obtaining bids.

MaineHousing may provide bid templates to be utilized for consistency among the bids (for example: paving, roofing, siding, flooring, and electrical).

The reservation of funding will be valid for no more than eight weeks from the date that the confirmation letter is issued. If a complete application package is not submitted within the allotted reservation period, the funding goes back into the general pot for subsequent funding requests based on a first come, first served basis.

Pre-application form:

[https://www.mainehousing.org/docs/default-source/development/supportive-housing-emergency-shelter-repair-pre-application-inspection.pdf?sfvrsn=4c648715\\_1](https://www.mainehousing.org/docs/default-source/development/supportive-housing-emergency-shelter-repair-pre-application-inspection.pdf?sfvrsn=4c648715_1)

### **B. Completed Application**

The final prepared application should be submitted to MaineHousing no later than 8 weeks after the confirmation letter is issued in regards to the submitted pre-application and must include:

- Any required documentation to show Eligible Applicant has necessary approval to take out the loan  
(i.e. HUD/ Governmental agencies/Private lending institutions, etc.)
- Required Bids for approved scope of work (finalized during the pre-application process)

**Contractor Requirements:** Applicants must make a good faith effort to seek three bids for each scope of work proposed for Repair Program funding and submit any bids received to MaineHousing. When the applicant receives fewer than three bids for a scope of work, the applicant must provide documentation of unsuccessful bid requests (i.e. emails). MaineHousing will review the submitted bid(s) for reasonableness.

The applicant should indicate which of the submitted bids the applicant intends to select. MaineHousing may request that the applicant consider selecting one of the alternative bids.

There cannot be any conflicts of interest between a contractor/vendor that submits a bid and the Repair Program applicant.

**\*If the owner/operator/manager has issues/concerns/questions during the bid collection process – please reach out and work directly with the Building Analyst who assisted in preparing the final scope of work.**

Complete application form:

[https://www.mainehousing.org/docs/default-source/development/supportive-housing-emergency-shelter-repair-application.pdf?sfvrsn=53648715\\_1](https://www.mainehousing.org/docs/default-source/development/supportive-housing-emergency-shelter-repair-application.pdf?sfvrsn=53648715_1)

## C. Insurance Coverage

- Projects that have an outstanding MaineHousing note, and mortgage will not require any changes to the existing property and liability insurance coverage.
- Projects that do not have an outstanding MaineHousing note, and mortgage will need to revise the existing insurance coverage. The existing coverage will need to include “Maine State Housing Authority, its successors and assigns” with a mailing address of 26 Edison Drive, Augusta, Maine 04330 as “Mortgagee” and “Loss Payee” on property coverage, boiler and machinery coverage and flood coverage (as applicable) and as “Additional Insured” on all general liability and umbrella liability coverage.

## D. Completed Application Process

- Final applications will be reviewed for program compliance, eligibility of proposed repairs (meets approved finalized scope of work), completeness, and cost reasonableness. Applications that are substantially incomplete or are inconsistent with program eligibility requirements will be denied and the applicant will be notified.
- MaineHousing’s Multifamily Building Analyst will review the submitted bids and follow up with the applicant on any questions/concerns they may have to include preferred contractor(s). A final cost for the scope of work will be determined and a final Repair Program award calculated.
- MaineHousing will issue a Loan term sheet indicating the key features of the repair funding, including amount, if any, the applicant will deposit in a repair escrow account.

- MaineHousing will conduct a closing. Costs associated with the closing (registry recording fees) will be the responsibility of the applicant.
- MaineHousing will retain the Repair Program proceeds in an escrow account that will be administered by MaineHousing. The escrow account will not accrue interest for the Project.

To draw funds from the escrow account, the applicant will submit the following:

- MD-130 Request for funds
  - Copy of the invoice from the contractor/vendor
  - Proof of payment by the applicant (if applicable)
  - MaineHousing Requisition Form executed by both the contractor/vendor and applicant (Attachment A)
  - Upon the final payment for each contractor/vendor, an executed MaineHousing Final Certification and Lien Release for that contractor/vendor
  - (Attachment B) [https://www.mainehousing.org/docs/default-source/development/supportive-housing-emergency-shelter-repair-attachment-b.pdf?sfvrsn=52648715\\_1](https://www.mainehousing.org/docs/default-source/development/supportive-housing-emergency-shelter-repair-attachment-b.pdf?sfvrsn=52648715_1)
- MaineHousing will disburse the loan proceeds in three installments:
    - Installment #1: Within 5 business days following the completion of the loan closing process, MaineHousing will disburse a check to the Eligible Applicant in an amount equal to one-third of the loan total upon Eligible Applicant's request. The applicant will not need to submit documentation to MaineHousing in connection with this installment.
    - Installment #2: When the total of the invoices that have been paid by the applicant exceed 50% of the loan amount, MaineHousing will disburse funds equal to one-third of the loan amount. MaineHousing may schedule an inspection prior to disbursing Installment #2 funds.
    - Installment #3: After the entire scope of work is completed, MaineHousing will disburse funds equal to the balance remaining in the escrow account. MaineHousing will schedule an inspection of the completed work prior to disbursing Installment #3 funds. All Final Certification and Lien Release forms must be submitted prior to the final installment.

MaineHousing reserves the right to make payments directly to a contractor/vendor or alter the disbursement schedule. In addition, if preferred, a different installment methodology may be selected by the Eligible Applicant in advance of loan closing.

- All work should be satisfactorily completed within 6 months of the loan closing unless otherwise stated in the Repair Program Escrow Agreement. Extensions may be granted on a case-by-case basis.

### **Application Submission:**

Applications may be submitted electronically or by mail.

**A separate application package must be submitted for each project.**

Electronic applications may be submitted to: [SHPRRepair@mainehousing.org](mailto:SHPRRepair@mainehousing.org)

If submitting a paper application, please send to:

**MaineHousing**

**Attention: Supportive Housing/Emergency Shelter Repair Program**

**26 Edison Drive**

**Augusta, Maine 04330-6046**

**Disclosure:** MaineHousing reserves the right to discontinue the Repair Program at any time at its own discretion for any reason. The Repair Program is subject to availability of funds.

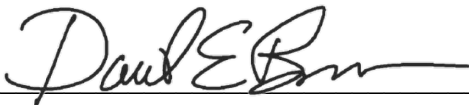
**Permits and Local Approvals:** MaineHousing will require evidence of permits and approvals from local, state, and licensing agencies (when applicable) prior to the commencement of repair work.

**Identity of Interest:** Applicants must disclose the nature of the relationship between them and any of their contractors and suppliers. MaineHousing may, at its discretion, impose restrictions or require other third-party verifications on account of identity of interest concerns.

**Minimizing Displacement:** Applicants must take all reasonable steps to minimize the displacement of persons as a result of rehabilitation and comply with MaineHousing's policy for relocation, if displacement is necessary.

**MaineHousing Nondiscrimination Policy:** MaineHousing does not discriminate on the basis of any protected class under applicable federal and state nondiscrimination laws in the admission or access to or treatment in its programs and activities or employment. MaineHousing will provide appropriate communication auxiliary aids and services upon sufficient notice. MaineHousing will also provide this document in alternative formats upon sufficient notice. MaineHousing has designated the following person responsible for coordinating compliance with applicable federal and state nondiscrimination requirements and addressing grievances: Kelley Stonebraker, Maine State Housing Authority, 26 Edison Drive, Augusta, Maine 04330-6046, Telephone Number 1-800-452-4668 (voice in state only), (207) 626-4600 (voice) or Maine Relay 711 or Email [EqualAccess@mainehousing.org](mailto:EqualAccess@mainehousing.org).

Approved:



Daniel E. Brennan, Director

2/12/2026

Date

## **Links to download individual forms:**

[Pre-application form](#)

[Application form](#)

[MD-130 Request for Funds](#)

[MaineHousing Requisition Form \(Attachment A\)](#)

[MaineHousing Final Certification and Lien Release \(Attachment\)](#)