

On-Farm Labor Housing Loans

What does this program do?

USDA Rural Development provides low interest loans to eligible borrowers to develop or rehabilitate affordable rental housing for very-low to moderate income domestic, migrant, and seasonal farm laborers. Borrowers must not otherwise be able to get commercial credit.

Program Features

Loan Amount

There is no loan minimum.
The maximum loan amount is 100 percent of the allowable total development cost.

Interest Rate

The interest rate is 1 percent per annum.

Loan Term

Not to exceed 33 Years

Funding Availability

First-come, first-served; or until funds are depleted.

Grants are not available for On-FLH.

Eligible Borrowers

- Individual farm owner
- Family farm partnership
- Family farm corporation
- Association of farmers

Eligible Tenants

- Must be employees of the owner and domestic farm laborers, individuals who earn a substantial portion of their income from farm labor, retired domestic farm laborers, or disabled farm laborers. The families of eligible tenants also are eligible if they are not related to the owner.

- Occupants must be U.S. citizens, or reside in the United States, Puerto Rico, or the Virgin Islands after being legally admitted for permanent residence, or a person legally admitted to the United States and authorized to work in agriculture.

What governs this program?

- On-Farm: 7 CFR 3560 Subpart M, available at this link: <https://go.usa.gov/xe9fR>
- Title V of the Housing Act of 1949, available at this link: <https://go.usa.gov/xMwFR>

For More Information

Please contact Multifamily Housing toll-free at 800-292-8293, or visit <https://www.rd.usda.gov/programs-services/multifamily-housing-programs/farm-labor-housing-loans#contact> and scroll to the bottom of the page to find your Processing and Report Review Branch, based on the state in which your project is located.

NOTE: Because citations and other information may be subject to change, please always consult the program instructions listed in the section above titled ***“What Governs This Program?”*** You may also contact our **Multifamily Housing staff** for assistance. You will find additional forms, resources, and program information at rd.usda.gov. *USDA is an equal opportunity provider, employer, and lender.*