

4420.1

PREAPPLICATION  
FOR  
PROJECT MORTGAGE INSURANCE

JANUARY 1973

PROGRAM PARTICIPANTS  
AND  
HUD STAFF

A HUD HANDBOOK

HOUSING PRODUCTION AND MORTGAGE CREDIT-FEDERAL HOUSING  
ADMINISTRATION

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U. S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

WASHINGTON, D. C. 20410

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FOREWORD

This handbook provides basic information to HUD Personnel and to prospective sponsors who are interested in developing multifamily projects under Section 207 of the National Housing Act. Under this program HUD-FHA insures mortgages made by HUD-FHA approved private lenders. After HUD-FHA informs the sponsor of its feasibility determination, the sponsor secures financing from a HUD-FHA approved lender who submits the application with fee for mortgage insurance.

This handbook is divided into two chapters. The first chapter sets forth the basic eligibility requirements, and the second chapter explains HUD-FHA processing in general terms.

Sponsors doing business with Field Offices for the first time will find a willing and capable staff anxious to assist in every way possible to produce needed housing as efficiently and expeditiously as possible. One of the prime functions of HUD-FHA is to encourage and assist in the production of well conceived multifamily rental projects. Field Office personnel will be happy to explain the Department's programs in greater detail and assist sponsors in utilizing the rental housing programs best suited to the market and location.

The program described in this handbook is designed for occupancy by persons whose incomes are above the levels established for subsidized housing. There are no rent supplement, interest subsidy, or similar types of federal assistance payments permitted under this program.

References:

- (1) 1350.2A Change 1 - Central Information on Previous Participation Experience
- (2) RHM 4370.1 SUPP 1 - Insured Multifamily Projects Annual  
Financial Reporting and Analysis  
Handbook
- (3) RHM 4350.1 SUPP 1 - Insured Project Servicing Handbook
- (4) 4425.1 - Application thru Firm Commitment for Project  
Mortgage Insurance
- (5) 4565.1 - Mortgage Insurance for the Purchase or  
Refinancing of Existing Multifamily Housing  
Projects, Section 223(f)
- \* (6) 4371.1 - Financial Operations and Accounting Procedures  
for Multifamily Projects \*