

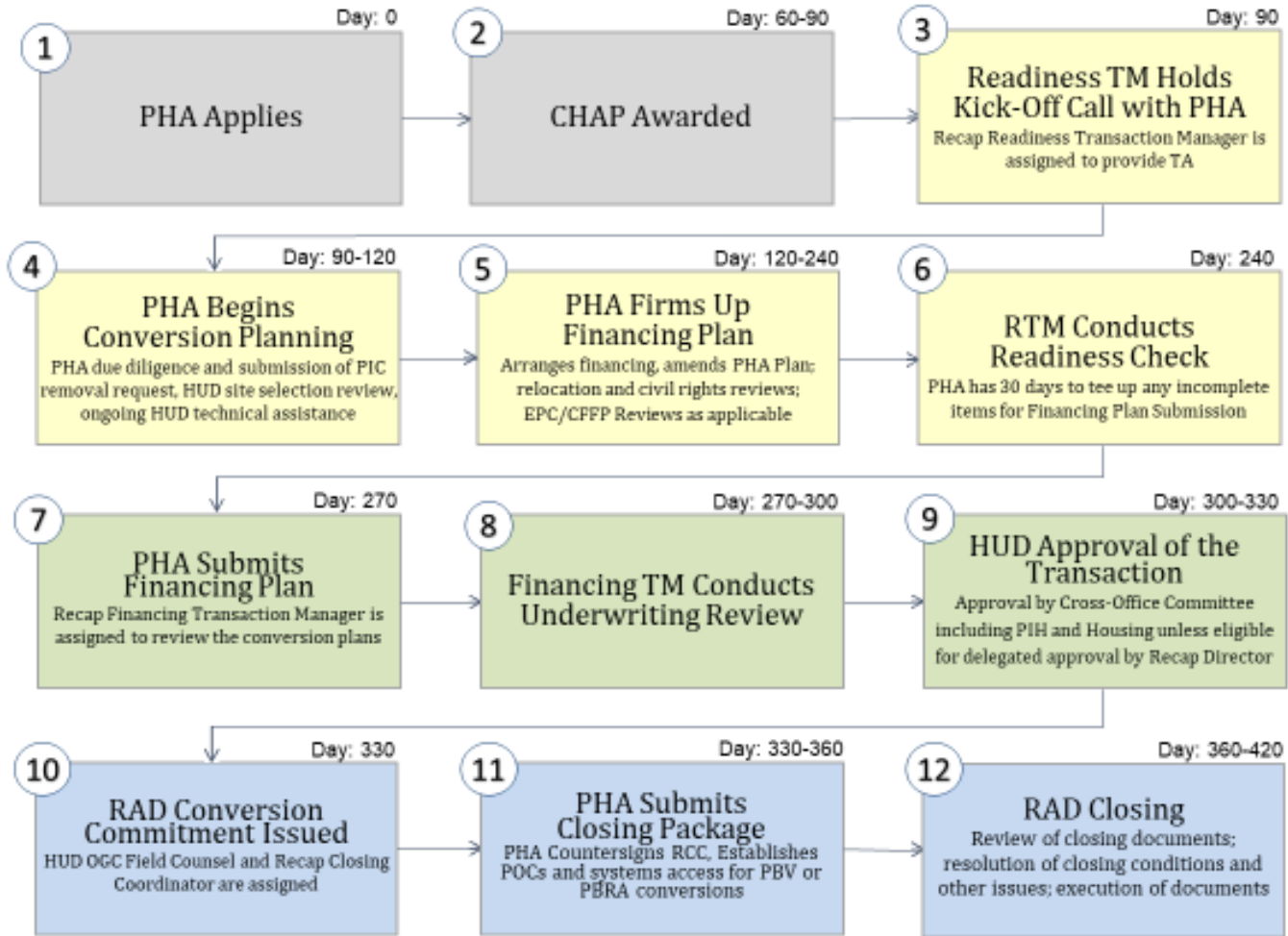


10 Key Takeaways

RAD Roadmap

1. One of the main objectives of the RAD conversion process is to ensure the long-term physical and financial feasibility of converted properties.
2. The RAD Resource Desk is an online platform to be used from the time of CHAP award to the completion of rehabilitation/construction.
3. The first step in the RAD process is to submit a RAD application, which is now much simpler than the previous version.
4. The CHAP award is the initial reservation of RAD authority under the statutory cap and it establishes the RAD rents.
5. Once issued the CHAP, the PHA begins to compile all of the necessary components of the "Financing Plan." There are several approvals from HUD that should be requested prior to the Financing Plan submission.
6. A PHA does not need to secure outside financing in order to submit a feasible RAD Financing Plan. Financing is only required if needed to cover rehabilitation/construction depicted in the CNA E-Tool.
7. When the Financing Plan is approved, HUD issues a RAD Conversion Commitment (RCC), which is the contract that sets the terms and conditions of closing and memorializes the scope of work that must be completed after conversion.
8. Relocation cannot begin until the later of the issuance date of the RAD Conversion Commitment and the applicable notice of relocation (30 or 90 days) has expired.
9. The RAD closing includes the release of the public housing Declaration of Trust (DOT) and the recordation of the RAD Use Agreement.
10. A property is covered by a RAD HAP contract at close of construction financing (except when Delayed Conversion Agreements are used).

Rental Assistance Demonstration Public Housing Conversion Summary Process Chart



Legend

