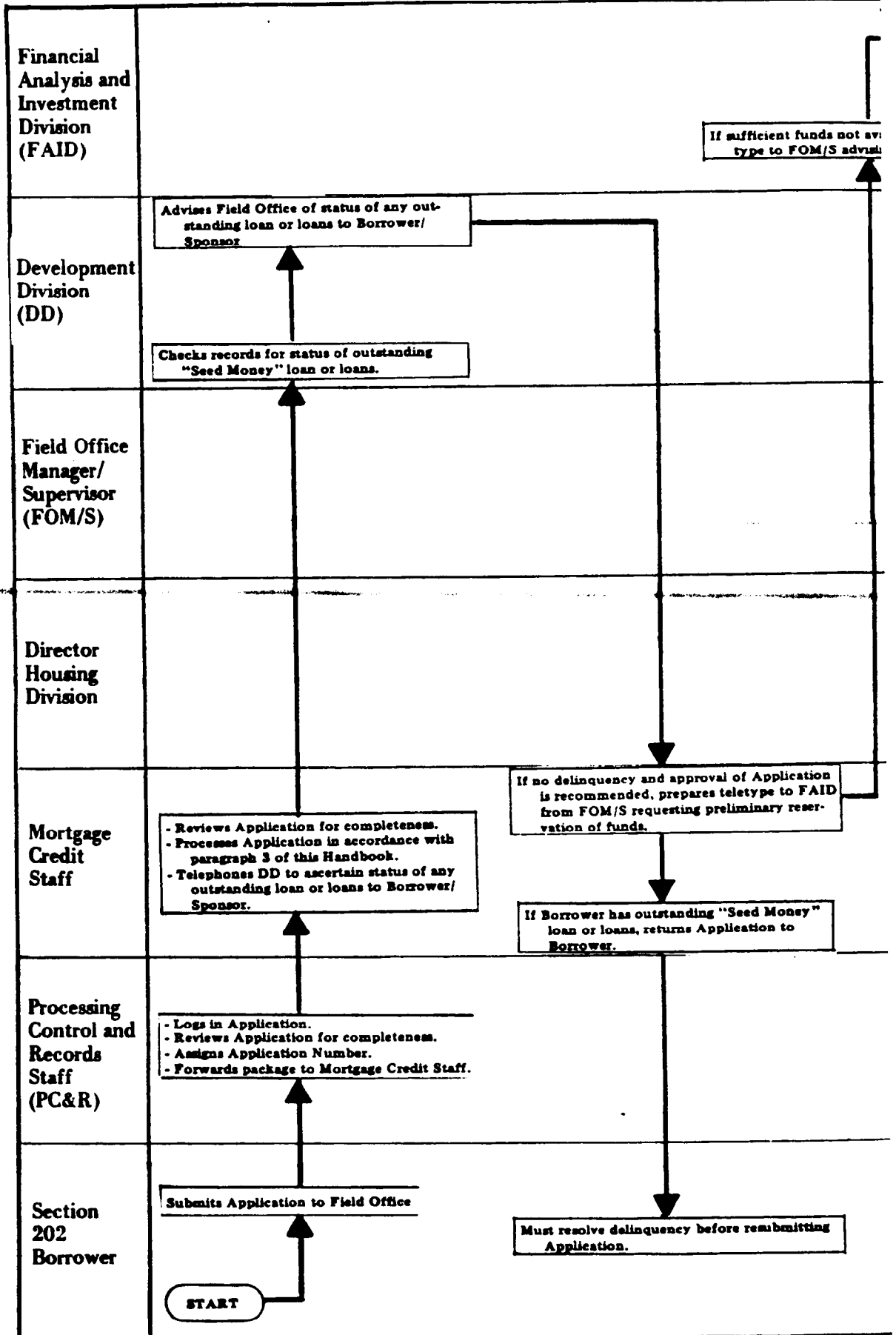
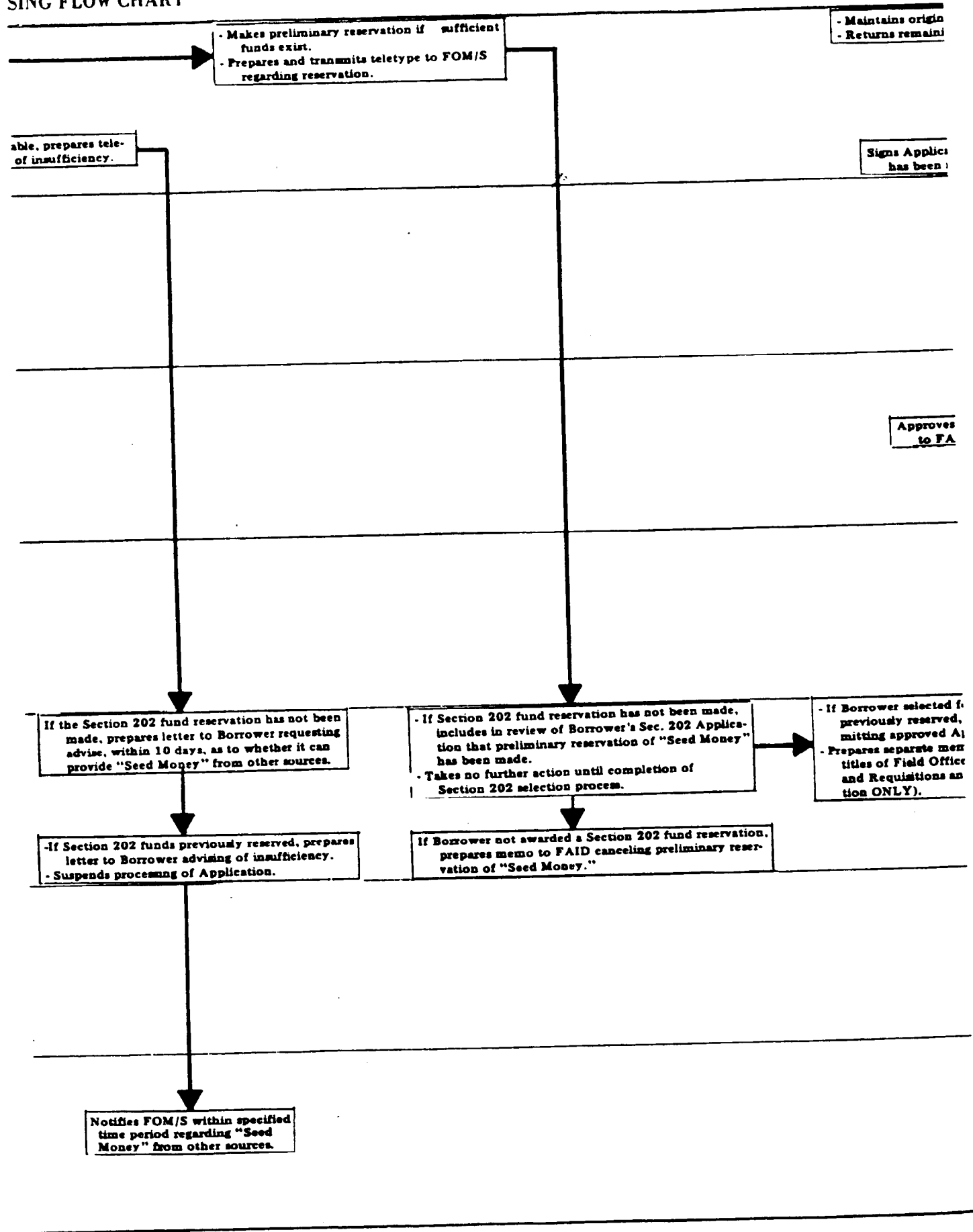


SECTION 106(b) LOAN APPLICATION AND FUND REQUISITION PROC



**SING FLOW CHART**



**- Makes preliminary reservation if sufficient funds exist.  
- Prepares and transmits teletype to FOM/S regarding reservation.**

**- Maintains original  
- Returns remain**

**able, prepares teletype of insufficiency.**

**Signs Application has been**

**Approves to FA**

**If the Section 202 fund reservation has not been made, prepares letter to Borrower requesting advise, within 10 days, as to whether it can provide "Seed Money" from other sources.**

**- If Section 202 fund reservation has not been made, includes in review of Borrower's Sec. 202 Application that preliminary reservation of "Seed Money" has been made.  
- Takes no further action until completion of Section 202 selection process.**

**- If Borrower selected if previously reserved, submitting approved Application. Prepares separate memos (titles of Field Office and Requisitions and Requisitions Application ONLY).**

**-If Section 202 funds previously reserved, prepares letter to Borrower advising of insufficiency.  
- Suspends processing of Application.**

**If Borrower not awarded a Section 202 fund reservation, prepares memo to FAID canceling preliminary reservation of "Seed Money."**

**Notifies FOM/S within specified time period regarding "Seed Money" from other sources.**

Application.  
g executed copies to Field Office.

tion indicating fund reservation  
ade .

Application and forwards  
D.

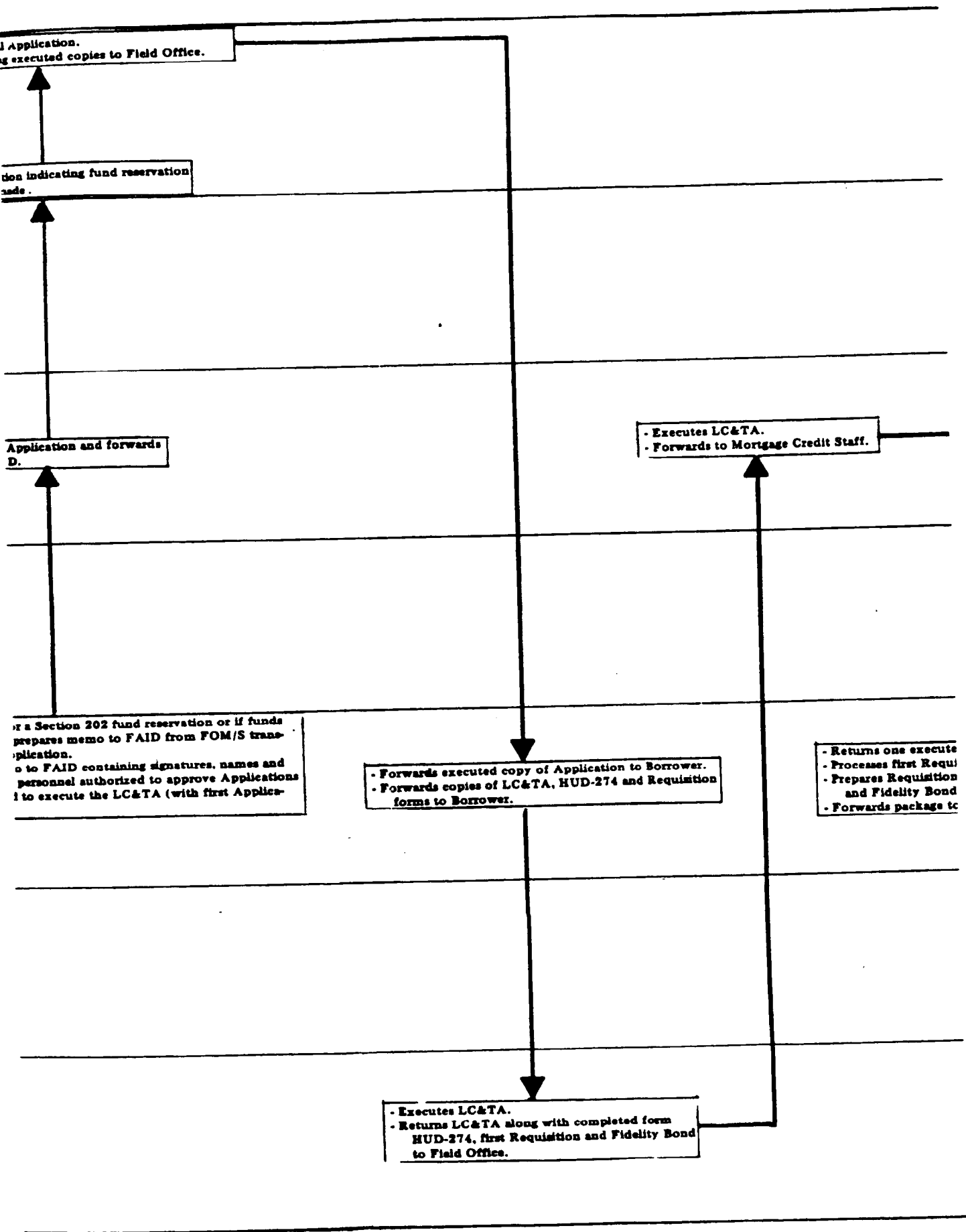
- Executes LC&TA.  
- Forwards to Mortgage Credit Staff.

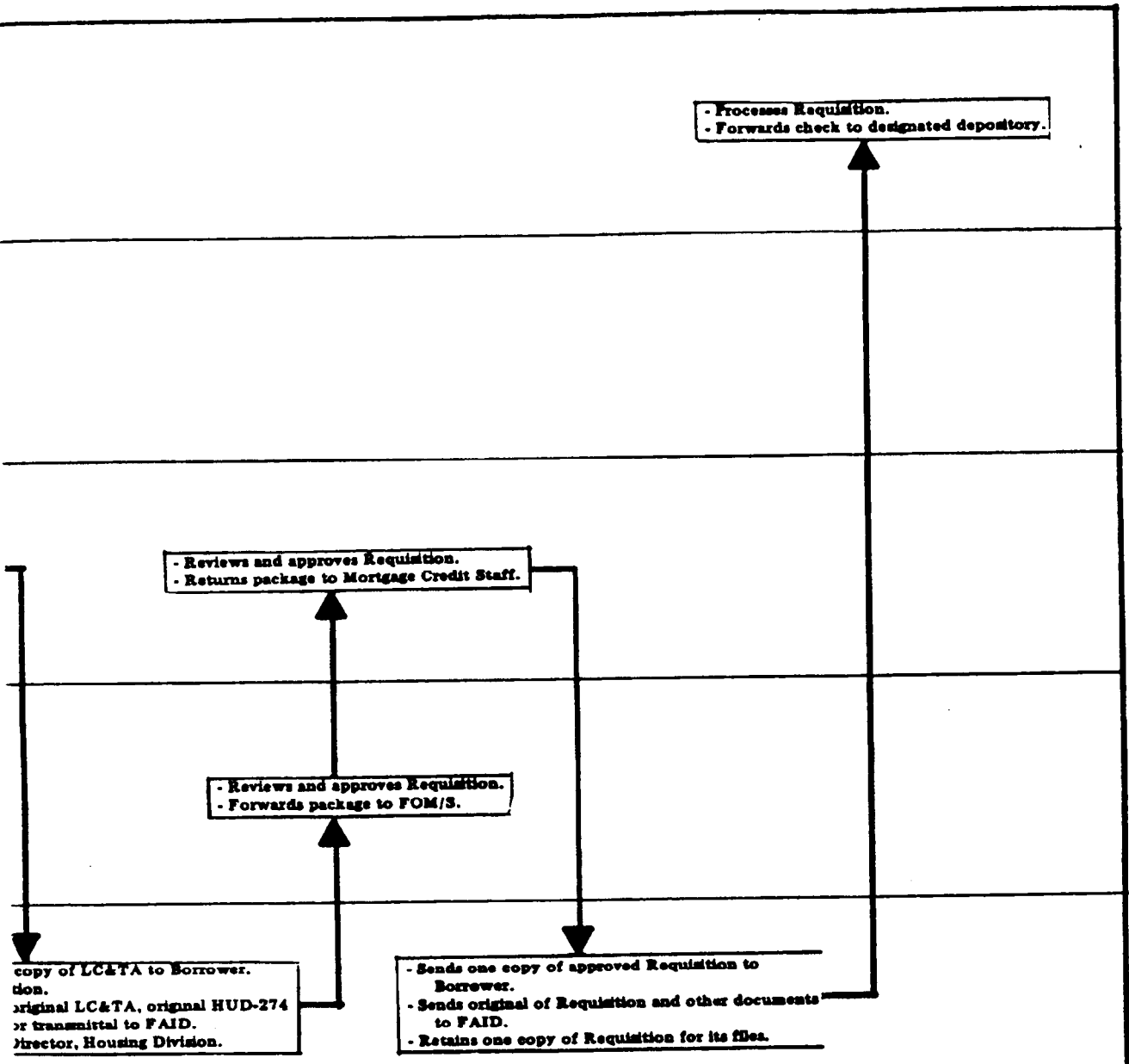
or a Section 202 fund reservation or if funds  
prepares memo to FAID from FOM/S trans-  
plication.  
o to FAID containing signatures, names and  
personal authorized to approve Applications  
l to execute the LC&TA (with first Applica-

- Forwards executed copy of Application to Borrower.  
- Forwards copies of LC&TA, HUD-274 and Requisition  
forms to Borrower.

- Returns one execute  
- Processes first Requi  
- Prepares Requisition  
and Fidelity Bond  
- Forwards package to

- Executes LC&TA.  
- Returns LC&TA along with completed form  
HUD-274, first Requisition and Fidelity Bond  
to Field Office.





**KEY:** LC&TA = Loan Contract and Trust Agreement  
 MCS = Mortgage Credit Staff  
 FO = Field Office  
 FOM/S = Field Office Manager/Supervisor  
 HUD-274 = Designation of Depository  
 DD = Development Division, Headquarters  
 FAID = Financial Analysis and Investment Division, OFA, Headquarters