REPLACEMENT COST - BY FORMULA
REHAB PROJECTS WITHOUT BSPRA

Item 50 - Total for All Improvements $__________
Item 53 - Interest on 1/2 of either the "As Is" Value or existing Indebtedness
Item 54 - Taxes
Item 55 - Insurance
Item 62 - Title Recording
Item 64 - Legal
Item 65 - Organization
Item 66 - Cost Certification Fee
Item 69 - Consultant Fee (If lump sum)
Item 70 - Management Fund $100 per unit
Item 71 - Contingency Reserve
Item 73 - "As is" Value

Total Knowns $__________

Item 53 - Interest *.003854167 x Construction Period in Months __________
Item 60 - Project Contingency __.03____
Item 67 - Consultant Fee (When dollar amount is known) __________
Marketing Expense (Cooperative Projects Only) __________

Total Unknowns = $__________

Total Knowns ______- __________ = $__________ Total Project Cost
1- Total unknowns

Total Project Cost x Loan to Cost Ratio = $__________Max. Mtg. (If Based on Cost)

Recalculate the interest based on 1/2 of the sum of the mortgage and either the "As Is" Value or existing indebtedness. Enter the result in Item 53 Part G of Form FHA-2264.

Complete Part G of Form FHA-2264 using the above determined "maximum mortgage" rounded to the next lower $100 multiple. The resulting total project cost Item 74 should correspond approximately to the total project cost found by the formula.

* 9.25 / 2 / 100 / 12 = .003845167