

U. S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
FEDERAL HOUSING ADMINISTRATION

Form Approved
OMB No. 63-R624

FHA FORM NO. 3201
Rev. 10/72

APPLICATION FOR MORTGAGE INSURANCE
*Cooperative Housing - Condominium Housing

Section 213 Section 221 Section 234 Section 236

(TO BE SUBMITTED IN TRIPPLICATE)

Mortgage Amount: _____
 Project Name: _____

Feasibility
 Conditional
 Firm

A. LOCATION AND DESCRIPTION OF PROPERTY:

1. Street No. _____ 2. Street _____ 3. Municipality _____ 4. Census Tract _____ 5. County _____ 6. State and Zip Code _____

7. Type of Project: Elevator Walkup No. Stories _____

8. Foundation: Slab on Grade Full Basement Partial Basement Crawl Space Full Structural Slab on Slab _____

9. Row (F.H.) Detached Semi-Detached

10. Proposed Existing

11. Number of Units: Revenue _____ Non-Rev. _____

12. No. of Bldgs. _____

13. List of Accessory Bldgs. and Area _____

13.a. List Recreation Facilities and Area _____

SITE INFORMATION				BUILDING INFORMATION			
14. Dimensions:		15. Zoning:		14.a. Yr. Built _____	16. <input type="checkbox"/> Manufactured Housing <input type="checkbox"/> Con conventionally Built		16.b. <input type="checkbox"/> Modules <input type="checkbox"/> Components
ft. by _____	ft. or _____	sq. ft. _____	_____	17. Structural System _____			
18. Heating: A/C System _____							

B. INFORMATION CONCERNING LAND OR PROPERTY:

19. Date Acquired	20. Purchase Price	21. Additional Costs Paid or Accrued	22. If Leasehold Annual Ground Rent	23. TOTAL COST	24. Relationship-Business, Personal or Other Between Seller & Sponsor
_____	_____	_____	_____	_____	_____

25. Division:	26. Unusual Site Features:	27. Erosion	28. Retaining Walls	29. Noise
Water: <input type="checkbox"/> Public <input type="checkbox"/> Community	<input type="checkbox"/> Cuts <input type="checkbox"/> Fills <input type="checkbox"/> Rock Formations	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Sewers: <input type="checkbox"/>	<input type="checkbox"/> Poor Drainage <input type="checkbox"/> High Water Table	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
	<input type="checkbox"/> Other (Specify) _____	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

C. UNIT COMPOSITION AND CHARGES:

27. No. Units	Unit Type	No. Rms.	Liv. Area (Sq. Ft.)	Composition of Unit	Completed ** Down Payment	Unit Charge ** Per Month	Total Monthly Charge **	Total Annual
					\$ _____	\$ _____	\$ _____	
28. TOTAL ESTIMATED CHARGES FOR ALL FAMILY UNITS **								\$ _____

29. No. Parking Spaces: Attended Self Park

Open Spaces _____ @ \$ _____ per month

Covered Spaces _____ @ \$ _____ per month

30. Commercial Area-Ground Level _____ Sq. Ft. @ \$ _____ per sq. ft./mo.

Other Levels _____ Sq. Ft. @ \$ _____ per sq. ft./mo.

31. TOTAL ESTIMATED ACCESSORY INCOME AT 100% OCCUPANCY \$ _____

32. Gross Floor Area	33. Net Rentable Residential Area	34. Net Rentable Commercial Area
Sq. Ft. _____	Sq. Ft. _____	Sq. Ft. _____

35. NON-REVENUE PRODUCING SPACE

Type of Employee	No. Rms.	Composition of Unit	Location of Unit in Project

D. EQUIPMENT AND SERVICES INCLUDED IN CHARGES: (Check Appropriate Items)

36. EQUIPMENT-		37. SERVICES-		38. SPECIAL ASSESSMENTS:	
<input type="checkbox"/> Range - Original (Gas or Electric)	<input type="checkbox"/> Disposal	GAS: <input type="checkbox"/> Heat <input type="checkbox"/> Hot Water	<input type="checkbox"/> Cooking <input type="checkbox"/> Air Conditioning	a. <input type="checkbox"/> Prepayable	<input type="checkbox"/> Non-Prepayable
<input type="checkbox"/> Range - Replac. (Gas or Electric)	<input type="checkbox"/> Dishwasher			b. Principal Balance \$ _____	
<input type="checkbox"/> Refrig.-Original (Gas or Electric)	<input type="checkbox"/> Carpet	ELEC: <input type="checkbox"/> Heat <input type="checkbox"/> Hot Water	<input type="checkbox"/> Cooking <input type="checkbox"/> Air Conditioning	c. Annual Payment \$ _____	
<input type="checkbox"/> Refrig.-Replac. (Gas or Electric)	<input type="checkbox"/> Drapes		<input type="checkbox"/> Lights, etc., in Unit	d. Remaining Term _____ Years	
<input type="checkbox"/> Air Conditioning (Equip. Only)	<input type="checkbox"/> Other (Specify) _____	OTHER FUEL: <input type="checkbox"/> Heat <input type="checkbox"/> Hot Water			
<input type="checkbox"/> Kitchen Exhaust Fan		<input type="checkbox"/> WATER	<input type="checkbox"/> MAINT.		
<input type="checkbox"/> Laundry Facilities			<input type="checkbox"/> GROUNDS <input type="checkbox"/> OTHER		

* This form is appropriate only for Management and Investor-Sponsor Type Cooperative projects. In Sales type projects under Section 213, FHA Application Form 1262 should be used.

** Cooperative Only

E. ESTIMATE OF ANNUAL COMMON EXPENSE		H. ESTIMATED REPLACEMENT COST	
ADMINISTRATIVE-		STRUCTURES-	
A [*] 1. Apartment Rental Expense \$	_____	A43. Unusual Land Improvements \$	_____
A 2. Management -----	_____	A44. Other Land Improvements -- \$	_____
A 3. Other -----	_____	A45. Total Land Improvements -----	\$ _____
A 4. TOTAL ADMINISTRATIVE \$	_____	FEES-	
OPERATING-		A46. Main Buildings -----	\$ _____
A 5. Elevator Main. Exp. -----	\$ _____	A47. Accessory Buildings -----	_____
A 6. Fuel (Heating and Domestic Hot Water) --	_____	A48. Garages -----	_____
A 7. Lighting & Misc. Power -----	_____	A49. All other Buildings -----	_____
A 8. Water -----	_____	A50. TOTAL STRUCTURES -----	\$ _____
A 9. Gas -----	_____	A51. General Requirements -----	\$ _____
A10. Garb. & Trash Removal --	_____	GENERAL REQUIREMENTS	
A11. Payroll -----	_____	A52. Builder's Gen. Overhead	_____
A12. Other -----	_____	@ _____ % -----	\$ _____
A13. TOTAL OPERATING --	\$ _____	A53. Builder's Profit	_____
MAINTENANCE-		@ _____ % -----	_____
A14. Decorating -----	\$ _____	A54. Arch. Fee-Design	_____
A15. Repairs -----	_____	@ _____ % -----	_____
A16. Exterminating -----	_____	A55. Arch. Fee-Suprv.	_____
A17. Insurance -----	_____	@ _____ % -----	_____
A18. Ground Expense -----	_____	A56. Bond Premium -----	_____
A19. Other -----	_____	A57. Other Fees -----	_____
A20. TOTAL MAINTENANCE --	\$ _____	A58. TOTAL FEES -----	\$ _____
A21. Replacement Reserve (.0060 or .0040 x) Total structures from Line 50 -----	\$ _____	59. TOT. for all imprmts. (Lines 45, 50, 51 + 58) \$	_____
A22. TOTAL COMMON EXPENSE (Except Taxes) \$	_____	60. Cost Per Gross Sq. Ft. -----	\$ _____
TAXES-		61. Estimated Construction Time -----	Months
A23. Real Estate Est. Assessed	_____	CARRYING CHARGES & FINANCING-	
Val. \$ _____ @	_____	A62. Int. _____ Mo. @ _____ %	_____
\$ _____ per \$1000- -----	\$ _____	on \$ _____ -----	\$ _____
A24. Personal Prop. Est. Assessed	_____	A63. Taxes -----	_____
Val. \$ _____ @	_____	A64. Insurance -----	_____
\$ _____ per \$1000- -----	_____	A65. FHA Mg. Ins. Fee (0.5%) -----	_____
A25. Empl. Payroll Tax -----	_____	A66. FHA Exam. Fee (0.3%) -----	_____
A26. Other -----	_____	A67. FHA Inspec. Fee (0.5%) -----	_____
A27. Other -----	_____	A68. Financing Fee (_____ %) -----	_____
28. TOTAL TAXES --	\$ _____	A69. Other Fees (_____ %) -----	_____
29. TOTAL COMMON EXPENSE -----	\$ _____	A70. FNMA or GNMA Fee (_____ %) -----	_____
F. ANNUAL FIXED CHARGES:		A71. Title & Recording -----	_____
30. Interest Plus Certain % -----	\$ _____	72. TOTAL CARRYING CHGS. & FINANCING --	\$ _____
(Call Insuring Office for Rate)	_____	LEGAL ORGANIZATION & MARKETING-	
31. Mortgage Insurance (0.5%) -----	\$ _____	A73. Legal -----	\$ _____
(Omit in 231 BMIR and 236 cases) -----	\$ _____	A74. Organization -----	_____
32. Operating Reserve (3.0%) Vac. Res. (2%) -----	\$ _____	A75. Marketing -----	_____
33. Total Annual Fixed Charges -----	\$ _____	76. TOTAL LEGAL, ORGAN. & MKTG. -----	\$ _____
(Include Annual Ground Rent, if any)	_____	A77. Other -----	\$ _____
34. Tot. Gross Ann. Exp. and Fixed Chgs. ---	\$ _____	77. TOTAL EST. DEVELOPMENT COST	_____
G. NET COMMON EXPENSE & FIXED CHARGES		(Lines 59, 72, 76, 77) -----	\$ _____
35. Tot. Gross Ann. Exp. & Fixed Chgs. -----	\$ _____	79. LAND (Est. Market Price of Site)	_____
36. Estimate of Accessory Rental Income -----	\$ _____	sq. ft. @ \$ _____ per sq. ft. \$	_____
37. Less Vacancy (____%) -----	\$ _____	80. TOTAL ESTIMATED REPLACEMENT COST	_____
38. Effective Accessory Rental Income -----	\$ _____	OF PROJECT (Add 78 & 79) -----	\$ _____
39. Total Ann. Net Common Expense & Fixed Charge (after deducting common income) --	\$ _____		
40. Total Monthly Net Common Expense & Fixed Charge -----	\$ _____		
41. Total Monthly Net Common Expense & Fixed Charge per SF -----	\$ _____		
42. Total Monthly Net Common Expense & Fixed Charge Per Room (_____ Rooms) -----	\$ _____		

* Cooperative Only

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I. ESTIMATED EXPENSES NOT INCLUDED IN CARRYING CHARGES OR COMMON EXPENSE:

	Type No. 1	Type No. 2	Type No. 3	Type No. 4	Type No. 5
** REAL ESTATE TAXES, INDIVIDUAL PER MONTH	\$	\$	\$	\$	\$
** INSURANCE, IF PAID INDIVIDUALLY PER MONTH	\$	\$	\$	\$	\$

ESTIMATED PERSONAL BENEFIT EXPENSES TO BE PAID INDIVIDUALLY BY RESIDENTS:

Heating					
Electricity					
Water					
Gas					
Decorating					
Repairs					
Other					
TOTAL ANNUAL PERSONAL BENEFIT EXPENSE	\$	\$	\$	\$	\$
TOTAL MONTHLY PERSONAL BENEFIT EXPENSE **	\$	\$	\$	\$	\$

J. TOTAL REQUIREMENTS FOR SETTLEMENT:	K. ESTIMATED ANNUAL OPERATING STATEMENT:
1. DEVELOPMENT COST ----- \$	1. Dwelling Charge (From Schedule C) ----- \$
2. LAND INDEBTEDNESS (or Cash required for land acquisition) ----- \$	2. Garage Rent -----
3. SUBTOTAL (Line 1 + Line 2) ----- \$	3. Commercial Income -----
4. Mortgage Amount ----- \$	4. Other (Specify) -----
5. Fees paid by other than cash \$	5. ESTIMATED GROSS INCOME ASSUMING 100% OCCUPANCY ----- \$
6. Line 4 + Line 5 ----- \$	6. LESS VACANCIES ASSUMED- (\$) on garages \$ (\$) on other Non-dwelling income -----
7. Cash Invest. Required (Line 3 - Line 6) --- \$	7. TOTAL VACANCY DEDUCTION ----- \$
8. Initial Operating Deficit ----- \$	8. TOTAL ESTIMATED GROSS INCOME AFTER VACANCY DEDUCTION ----- \$
9. Anticipated Discount ----- \$	9. ANNUAL EXPENSE & FIXED CHARGES Total Expense per annum -- \$ Total Fixed Charges per annum -----
10. Working Capital ----- \$	10. TOTAL ANNUAL EXPENSE AND FIXED CHARGES ----- \$
11. ADD Off-site construction costs ----- \$	11. EXCESS OF INCOME OVER ALL CHARGES ----- \$
12. TOTAL ESTIMATED CASH REQUIREMENT (Lines 7+8+9+10+11) -- \$	

- L. ATTACHMENTS: (Required Exhibits)**
- | | |
|--|--|
| 1. Location Map | 9. Sketch Plan of Site |
| 2. Evidence of Site Control (option or purchase) and Legal Description of Property | 10. Personal Financial & Credit Statement of Sponsors |
| 3. Form 2010 Equal Employment Opportunity Certification | 11. Form 2530 Previous Participation Certification |
| 4. Form 3433 Eligibility as Non-Profit Corporation | 12. Survey |
| 5. Photographs of Improvements on Site & Adjacent Site | 13. Evidence of Architect E & O Insurance Coverage |
| 6. Architectural Exhibits - Preliminary | 14. Copy of Owners and Architects Agreement |
| 7. Architectural - Exhibits - Final | 15. FHA Form 3240 |
| 8. Form 3167 Project Selection Criteria Questionnaire (Section 236 and Rent Supplement only) | 16. FHA Form 2320 Contractor's and/or Mortgagee's Cost Breakdown |
| | 17. HUD Form 935.2 Affirmative Fair Housing Marketing Plan |

M. NAMES, ADDRESSES AND TELEPHONE NUMBERS OF THE FOLLOWING: (Indicate Cash Investment from each Sponsor)

1. Sponsor(s)

2. General Contractor

3. Architect

4. Sponsor's Attorney

FOR FHA USE ONLY

Date Rec.	Amount	Code	Schedule	Rec. By

* Cooperative Only
 ** Condominium Only

SPONSOR CERTIFICATION

TO: FEDERAL HOUSING COMMISSIONER.

Feasibility Conditional Firm

The undersigned hereby requests a loan in the principal amount of \$ _____ to be insured under the provisions of Section _____ of the National Housing Act, said loan to be secured by a first mortgage on the property hereinafter described.

The undersigned, as the principal sponsor of the proposed mortgage, certifies that he is familiar with the provisions of the Regulations of the Federal Housing Commissioner under the above identified Section of the National Housing Act and that to the best of his knowledge and belief the mortgagee has complied, or will be able to comply, with all of the requirements thereof which are prerequisite to insurance of the mortgage under such Section.

The undersigned further certifies that to the best of his knowledge and belief no information or data contained herein or in the exhibits or attachments listed herein are in any way false or incorrect and that they are truly descriptive of the project or property which is intended as the security for the proposed mortgage and that the proposed construction will not violate zoning ordinances or restrictions of record.

The undersigned agrees with the Department of Housing and Urban Development, Federal Housing Administration, that pursuant to the requirements of Title VIII of the Civil Rights Act of 1968, Title VI of the Civil Rights Act of 1964, Executive Order 11665, and Departmental regulations, (a) neither he nor anyone authorized to act for him will decline to sell, rent or otherwise make available any of the property or housing in the multifamily project to a prospective purchaser or tenant because of his race, color, religion, or national origin, (b) he will comply with Federal, state and local laws and ordinances prohibiting discrimination, (c) he will affirmatively market this project to attract buyers or tenants of all minority and majority groups, and (d) his failure or refusal to comply with the requirements of either (a), (b), or (c) shall be a proper basis for the Commissioner-Secretary to reject requests for future business with which the sponsor is identified or to take any other corrective action he may deem necessary.

The type of firm commitment eventually to be requested, is checked below. The undersigned has read and understands the applicable form of Commitment for Insurance and the FHA forms referred to therein.

* The undersigned intends to form or cause to be formed a nonprofit cooperative housing corporation or negotiate with an independently formed cooperative corporation in order to bring about the construction or the purchase of a cooperative housing project with the assistance of an FHA insured mortgage loan.

** The undersigned intends to form or cause to be formed a condominium, and to convert the project to such condominium, all in accordance with the pertinent FHA Regulations. (Of the last two statements, strike out whichever is not applicable.)

Date _____ Signed _____ (Sponsor)

REQUEST FOR CONDITIONAL COMMITMENT

TO: FEDERAL HOUSING COMMISSIONER:

Pursuant to the provisions of the Section of the National Housing Act identified in the foregoing application and FHA Regulations applicable thereto, request is hereby made for the issuance of a conditional commitment to insure a mortgage covering the property described above.

After examination of the application and the proposed security, the undersigned considers the project to be desirable and is interested, subject to the issuance of a firm commitment by FHA, in making a loan in the principal amount of \$ _____ which will bear interest of _____ %, will require repayment of principal over a period of _____ months according to an amortization plan to be agreed upon.

The type of firm commitment eventually to be requested, is checked below. It is understood that the financing expense in the amount of \$ _____ is subject to adjustment so that the total will not exceed _____ % of the amount of your commitment.

Herewith is check for \$ _____, which is in payment of the application fee required by said FHA Regulations.

** The undersigned certifies that the law of the jurisdiction will permit the project to be converted to a plan of apartment ownership consistent with the requirements of the FHA Regulations.

Signed _____ (Proposed Mortgagee)

(Address of Mortgagee)

REQUEST FOR FIRM COMMITMENT

CHECK BELOW TYPE OF COMMITMENT DESIRED:

- FHA Form 3206 (Cooperative, insured advances)
- FHA Form 3208 (Non-Profit Project to be sold to Cooperative)
- FHA Form 3209 (Cooperative, insurance upon completion)
- FHA Form 3229 (Investor-Sponsor, insured advances, Sec. 213)
- FHA Form 3229-A (Investor-Sponsor, insurance upon completion, Sec. 213)
- FHA Form 3229-B (Investor-Sponsor, insurance of advances, Sec. 221(d)(3))

- FHA Form 3229-C (Investor-Sponsor, insurance upon completion, Sec. 221(d)(3))
- FHA Form 3248 (Cooperative, existing construction)
- FHA Form 3248-A (Cooperative, existing construction involving insured advances for improvements)
- FHA Form 3275-A (Condominium, Blanket Commitment for insurance of individual Mortgagees.)
- FHA Form 3283 (Insurance of Advances, Project Mortgage, Section 234.)
- FHA Form 3284 (Insurance upon Completion, Project Mortgage, Sec. 234)

TO: FEDERAL HOUSING COMMISSIONER:

Pursuant to the provisions of the Section of the National Housing Act identified in the foregoing application and FHA Regulations applicable thereto, request is hereby made for the issuance of a firm commitment to insure a mortgage covering the property described above.

After examination of the application and the proposed security, the undersigned considers the project to be desirable and is interested in making a loan in the principal amount of \$ _____, which will bear interest of _____ %, will require repayment of principal over a period of _____ months according to amortization plan to be agreed upon.

It is understood that the financing expense in the amount of \$ _____ is subject to adjustment so that the total will not exceed _____ % of the amount of your commitment.

Herewith is check for \$ _____, which is in payment of the application and/or commitment fee required by said FHA Regulations.

Signed _____ (Proposed Mortgagee)

(Address of Mortgagee)

* Cooperative Only
** Condominium Only

INSTRUCTIONS FOR COMPLETION OF FHA FORM 3201 -
APPLICATION FOR MORTGAGE INSURANCE COOPERATIVE HOUSING - CONDOMINIUM HOUSING

FOREWORD TO INSTRUCTIONS - FHA procedures divide the process of filing an application for project insurance into a maximum of three stages, the first being a request for feasibility analysis, the second being a request through an approved mortgagee for a conditional commitment, and the third being a formal application through an approved mortgagee for a firm commitment.

Processing flexibility is emphasized under the accelerated multifamily procedures. This will enable a sponsor to by-pass feasibility stage or conditional commitment stage, or both, provided he has plans and exhibits in sufficient detail to permit processing for a firm commitment.

INSTRUCTIONS

A request for feasibility analysis may be submitted directly to the FHA insuring office by letter or in person. All items except those identified by A on Form 3201 must be completed. A request for a conditional commitment must be submitted by an approved mortgagee on Form 3201 with all items except those identified by A completed and with the sponsor's certification and mortgagee's request executed. All information must be submitted in triplicate. Preliminary architectural exhibits must accompany this application, and an architect must be identified. A request for a Firm Commitment must be submitted by an approved mortgagee on Form 3201 complete in its entirety.

Section A. Self-explanatory. (Block 11; See FHA Manual, Vol. V-5514.26 and Vol. VII, Blk. 3, Form 2264, Item 36.)

Section B. In Line 21 insert any cost paid, or contract, in addition to the stipulated purchase price. If the site will require demolition expense, or other preparatory expense, this should be indicated and explained on an attached sheet. If the proposed site is leased, indicate the annual dollar amount of the ground rental. All other items in this section are self-explanatory.

Section C. Item 27 - Living Area (Sq. Ft.) is the area of a living unit measured from the inside faces of corridor and exterior walls and from the center lines of partitions separating commercial and/or living areas. Existing comparable structures should be used as a guide by the sponsor in making these estimates at Feasibility. When completing the request for Conditional or Firm Commitment these areas should be calculated from the plans.

Line 32 - Estimate the gross floor area which is the sum of all floor areas of headroom height within the exterior walls measured from the outside surface. For a request for Conditional or Firm Commitment this figure should be calculated from the plans.

Line 33 & 34 - Net Rentable Residential Area is the sum of all living areas within the exterior walls. Net Rentable Commercial Area is the sum of all commercial areas within the exterior walls measured from the interior faces of exterior and corridor walls and from the center lines of partitions separating commercial and/or living areas. Existing comparable structures should be used as a guide by the sponsor in making these estimates at Feasibility. When completing the request for Conditional or Firm Commitment these areas should be calculated from the plans.

Section D. Self-explanatory.

Section E. Self-explanatory. Item 29 may be supported by Form 3240 if desired.

Section F. Line 30 (Cooperative Only) - Amortization includes Principal and Interest; See FHA Form 3010-3 for Section 213 and 3010-5 A & B for Sec. 221 Mortgage Insurance.

Line 31. (Cooperative Only) - Self-explanatory.

Line 32. For Cooperative, Operating Reserve - 3% of sum of Lines 29, 30, 31. For Condominium, use 3% of Line 29.

Line 33. For Cooperatives only. It is the sum of lines 30, 31, and 32. Where a ground rent is involved the actual ground rent figure from line B-22 will also be included.

Line 34. For Cooperative, sum of Line 29 and 33. For Condominium, sum of Lines 29 and 32. In Section F, condominiums, do not use Lines 30, 31, 33.

Section G. Line 35, Total Gross Annual Expense and Fixed Charges, bring figure from Line 34.

Line 36. Enter total annual rental schedule from all rented common areas, such as rented parking spaces, and commercial spaces in the common areas.

Line 37. Enter estimated Allowance for vacancy.

Line 38. Effective Accessory Rental Income. (Line 36 minus Line 37)

Line 39. Total Annual Net Common Expense & Fixed Charge (after deducting common income) (Line 35 minus Line 38)

Line 40. Total Monthly Net Common Expense & Fixed Charge. (Line 39 - 12)

Line 41. Total Monthly Net Common Expense per Square Foot. Divide Line 40 by the number of square feet of net rentable area in all condominium units (including commercial condominium units, but not including net rentable area of commercial space which is included in the common areas).

Section H. Line 43 - Enter cost for unusual site preparation such as piling, retaining walls, fill, etc.

Line 44 - Enter cost of other land improvements such as on-site utilities, landscape work, walks, and drives.

Line 51 - See Uniform System for Construction Specifications. Data Filing and Cost Accounting Pages 1.3 and 1.4.

Line 60 - Enter the estimated cost per gross square foot of building area. (Pg. 2 Line 59 - Line 32, Page 1)

Line 62 - Interest is the amount estimated to accrue during the anticipated period of construction. It is computed as one-half of the loan amount.

Line 63 - Taxes which accrue during the construction period are estimated on a pro rata basis for the construction period. Special assessments, if any, should be estimated on a similar basis and included in the tax amount.

Line 64 - Insurance includes fire, windstorm, extended coverage, liability, and other risks customarily insured against in the community. It does not include workmen's compensation, public liability insurance, and architects E&O insurance, which are included in the cost estimate.

Line 65 - FHA mortgage insurance premium is the amount to be earned during the estimated construction period. The amount should be computed on the requested loan amount on a yearly basis.

If the estimated construction period exceeds one year, the premium will be based on a two-year period. (Fee waived for 221 Project)

Line 66 - FHA examination fee is computed on the requested loan amount.

Line 67 - FHA inspection fee is computed on the requested loan amount when the project involves new construction, and on the estimated cost of rehabilitation when the project involves the rehabilitation of an existing structure.

Line 68 - Financing fee is computed at 2% on the loan amount. It is an initial service charge. This is not to be confused with discounts.

Line 70 - PMMA or GNMA Fees: The local insuring office personnel will advise interested sponsors of the current maximum rate for, and applicability of, this expense

Line 71 - Title and Recording Expense: This is the cost typically incurred by a mortgagor with a mortgage transaction. This cost generally includes such items as recording fees, mortgage and stamp taxes, cost of survey and title insurance including all title work involved between initial and final endorsement.

Lines 73, 74 and 75 - Legal, Organizational, & Marketing Expense: Estimates will be based upon the typical cost usually incurred for these services in the area where the project is to be located. These items should be recorded separately.

Line 77 - Other: This line is not ordinarily used in proposed construction applications.

Line 79 - Land: Enter purchase price if purchased from local public authority; otherwise, sponsor's estimate of value in finished condition (including off-sites, cuts, fills, drainage, etc.)

Section I. Self-explanatory

Section J. Line 8 - Initial Operating Deficit: This is applicable to investor-sponsor, non-profit, and condominium mortgagees only.

Section K. Estimate annual operating statement for cooperative only.

Line 8 - Vacancies - The initial budget shall allocate an amount equal to 2% of the operating budget for Sec. 221 BMR and 296 cases and for Sec. 213 cases where down payments are less than \$500. 100% occupancy may be assumed on other cases.

Section L. Line 4 - Form 3433 - Eligibility as non-profit corporation is required only under commitment form 3208 from non-profit mortgagees.

Line 9 - Personal Financial and Credit Statement of sponsors is required from investor-sponsor, non-profit, and condominium mortgagees only.

Section M. Indicate the cash investment from sponsors only in investor-sponsor, non-profit and condominium cases.