

**Project Settlement:
Determination of Grant Amount and
Equity Investment
Housing Development Grant Program**

**U.S. Department of Housing
and Urban Development**
Office of Housing
Federal Housing Commissioner

AUTHORITY: The Department of Housing and Urban Development is authorized to collect this information by provisions set forth in Regulation 24 CFR Part 850.79. This section of the Regulation requires, upon construction completion, that the project owners account for funds expended. This information is used by HUD to determine that only the amount of funds necessary were awarded to the project, and will also permit HUD to determine that the owner's minimum equity requirements have been met. The information is considered non-sensitive and no assurance of confidentiality is provided. Furnishing of this information is mandatory, and failure to provide it may result in your not receiving your benefits.

Public Reporting Burden for this collection is estimated to average .50 hours per response, including the time for reviewing, searching existing data sources, gathering and maintaining the data needed, and compiling and reviewing the collection of information.

Grantee	Project Name	Project Number
A. Maximum HDG Allowed:		
1. Total Project Cost, Appendix 2 Line B.9. "Actual"		
2. Amount of all non HDG financing committed. (All funds including grants and debt financing committed in Grant Agreement to pay costs included in Line B.9 "Approved" other than HDG and owner's equity funds).		
3. Amount of equity committed from the Grant Agreement. (a) Dollar amount of equity commitment (Section K.4.d of HUD-90031 incorporated in the Grant Agreement as most recently revised or a dollar amount specified in the Grant Agreement)		
(b) Percentage of Project costs committed as equity. (Multiply Appendix 2, Line B.9 "Approved" by the required percentage. If no percentage is specified in Grant Agreement, enter zero.)		
(c) Enter the greater of (a) or (b).		
4. Subtract 2 and 3(c) from 1.		
5. Enter amount of HDG invested in an account to assist project operations or interest rate buydown not included in Appendix 2, Line B.9)		
6. Add 4 and 5.		
7. HDG Amount Awarded (from Grant Agreement).		
8. Total Development Cost. (Enter Appendix 2 Line A.25 "Actual" or, if Line A.7 of this Appendix 3 is greater than one-half of Appendix 2 Line A.25 "Approved," enter Line A.27 "Actual.")		
9. Multiply Line 8 by 1/2 or 50 percent.		
10. Final HDG Amount. Enter Line 6, 7, or 9, whichever is lesser.		
11. HDG Amount actually disbursed from the U.S. Treasury to date.		
12. Subtract 11 from 10. If this amount is negative, go to Part B. If this exceeds zero, you may draw down this amount from the remaining project balance in the U.S. Treasury Letter of Credit upon HUD approval.		

B. If excess funds were disbursed (i.e., if Line 12 above is less than zero) Grantee will make payments to HUD as follows:

After Settlement Agreement, a check for the amount listed in Line 12 will be made payable to the **United States Treasury** and sent to:

U.S. Department of Housing and Urban Development
 Development Grant Division, Room 6110
 451 Seventh Street SW
 Washington, D.C. 20410

Other (explain)

C. Computation of Equity in the Project:

1. Total Settlement Requirements (Appendix 2, Line B.9 "Actual" plus Line C minus Line B.3 "Actual".)		
2. Debt financing, other than HDG, actually used to pay for costs included in Line 1 above.*		
3. HDG Drawn Down for Costs in Appendix 2 (Line A.11 less Line A.5 of this Appendix 3)		
4. Other Grants and/or In Kind Contributions used to pay for Development Cost Writedown. (Do not include subsidies used to pay costs not included in Line 1 above.)		
5. Sum of Lines 2, 3 and 4.		
6. Owner's Equity Investment (Line 1 minus Line 5).		

D. Additional Equity Investment Required

1. Equity Investment Committed (enter Line A.3(c)).		
2. Equity Currently Invested (enter Line C.6).		
3. Outstanding Equity Requirement. If Line 2 is greater than or equal to Line 1, enter "0". If Line 1 is greater than Line 2, enter difference.		
4. If equity is due from the Owner (Line 3), how will Owner make equity contribution? (Enter amount for items checked.)		
<input type="checkbox"/> a. Cash		
<input type="checkbox"/> b. By agreement per Paragraph IV F (2) of these procedures.		
<input type="checkbox"/> c. Other (explain)		
d. Total (Must equal Line D.3)		