

Conditional Commitment for Capital Advance Financing

For Use under Section 202 or Section 811

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

Owner:	Date:	Project Name:
Street Address:		Project Number:
City & State:		Location:

Section 202 Section 811

Your application for Firm Commitment for Capital Advance Financing on the captioned project will be accepted at any time during the life of this commitment. Your application must conform in content to previous submissions in connection with the proposal. Firm Commitment applications must be accompanied by contract drawings and detailed specifications, as well as firm cost estimates shown on the Contractor's and/or Mortgagor's Cost Breakdown, Form HUD-2328.

Project Composition:	Total Units:	Type of Building:			
		Type of Unit	Sq. Ft.	Number	Monthly Operating Expenses
		Efficiency			
		One Bedroom			
		Two Bedroom			
		(Other types, as appropriate)			
	Total				
Equipment & Services:	* Number of Enclosed Parking Spaces:		Number of Enclosed Open Spaces:	Estimated Monthly Parking Rental	
				\$	
	Residential Accessory Income:		Commercial Area: (sq. ft.)	Estimated Monthly Rental*	
				\$	

Estimated project development cost of this proposal is \$_____ which includes \$_____ as HUD's estimated of the value of the land with off-site improvements installed. (Note: Excess costs resulting from unusual on-site conditions which will be provided for in the construction cost estimate will be deducted from this value and will also affect the "as is" land value for cost certification purposes, or the "as is" value of the property in rehabilitation projects.) Included in the development cost estimates are the following items:

cost of structures and land improvements, legal and organizational expenses, consultant's fee (if applicable), design and supervisory architect's fee, bond premium, supplemental management fund (if applicable), contingency reserve (if rehabilitation), builder's profit, and project contingency.

The maximum capital advance amount allowable under the regulatory per unit costs limits is \$_____. The cash your organization will be expected to furnish at closing is estimated to be \$_____ (which includes equity investment for capital expenditures, front money, etc., minimum capital investment, and operating deficit, if applicable). Please contact _____ who will advise you on the correct preparation of Form HUD-2328, Contractor's and/or Mortgagor's Cost Breakdown.

The above basic elements of the proposal upon which our estimates are computed if altered will affect the conclusions contained herein. The completed project must meet applicable code requirements and the HUD Minimum Property Standards (or Minimum Design Standards for Residential Rehabilitation if rehabilitation).

Final development of the proposal must be coordinated with the HUD Design Representative assigned to this project. The Representative will be available to assist the Owner and the architect with the development of the final design and off-site requirements.

Project Rental Assistance Authority in the amount of \$_____ has been allocated to this project and will be available for the life of this Conditional Commitment and of any Firm Commitment hereafter issued.

Your Firm Commitment application must be submitted within 120 days following the date of this letter, otherwise this Conditional Commitment will expire. Any renewal or extension of this commitment may be based either upon this commitment or upon re-examination of the proposal, at the option of this office.

If none of the aforementioned project characteristics and figures established herein are changed in the application for Firm Commitment and if the final drawing and specifications submitted with the application and firm costs estimates are acceptable to HUD, HUD will issue a Firm Commitment for Capital Advance Financing or a maximum Advance in the amount shown above.

Special Conditions: _____

Housing Development Director: _____

X