

9% & Affordable Taxable Program



| Program | Funding for 9% Tax Credit Deals & Affordable Preservation | | | | | | | | | |
|-----------------------------|--|--------|--------------|------|----|----|--------|----|----|--------|
| Eligible Project | <ol style="list-style-type: none">1. For a 9% tax credit project and affordable preservation project 20% of the units must be rented to tenants whose incomes do not exceed 50% of the area median income or a minimum of 40% of the units must be rented to tenants whose incomes do not exceed 60% of the area median income.2. Twenty-Four or more units3. Occupancy has been no less than 93 percent for the previous 12 months for existing projects4. No default on the loan to be refinanced within the previous 12 months | | | | | | | | | |
| Borrower | Pennsylvania single purpose entity | | | | | | | | | |
| Loan Sizing | Determined using affordable rents considering existing and future rent restrictions. Confirmation of rents to be addressed a Rent Comparability Study. | | | | | | | | | |
| Loan Rate & Term | Indicative permanent fixed interest rate as of April 3, 2019: <table border="1"><thead><tr><th>Term</th><th>Amortization</th><th>Rate</th></tr></thead><tbody><tr><td>30</td><td>30</td><td>4.875%</td></tr><tr><td>35</td><td>35</td><td>5.125%</td></tr></tbody></table> <p>Additional maturity structures are available. Contact the Agency for details. Rates and structure may change due to market changes and development specifics. The above rates are not guaranteed until confirmed by PHFA.</p> | Term | Amortization | Rate | 30 | 30 | 4.875% | 35 | 35 | 5.125% |
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| 30 | 30 | 4.875% | | | | | | | | |
| 35 | 35 | 5.125% | | | | | | | | |
| Servicing Fee | Annual 0.25% of the loan amount paid monthly | | | | | | | | | |
| Origination Fee | 1.0% of the loan; \$10,000 minimum | | | | | | | | | |
| Cost of Issuance | 0.625% of Loan Amount | | | | | | | | | |
| Recourse | Loan is non-recourse | | | | | | | | | |

Contact for Information:

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Maximum Loan

An amount based on the lesser of the following:

1. Maximum of 90% of the appraised value, as determined by PHFA in its sole discretion, with a debt service coverage not less than 1.15 in year 1 and not less than 1.0 in year 15 using adverse trending.

Third Party Reports

Appraisal,
Property Capital Needs Assessment,
Energy Audit, and
Environmental Site Assessment Phase I
All additional information or documentation requested by the Agency.
(Third party reports are to be ordered and provided by the borrower.)

Environmental Clearance

Completed by PHFA.

Subsidy Layering Review

Completed by PHFA, when applicable.

Subsidy Layering Fee \$2,000.

Special conditions

PHFA will require and hold tax and insurance escrows.

PHFA will hold the reserve for replacement funds. The beginning balance will be established after review of the physical needs study by PHFA's Technical Services Division.

Early Termination Processing Fee

A 10% early termination processing fee in the first year following the date of closing and declining one percent each year thereafter with no early termination processing fee after year ten.

Agency Legal Fees

\$20,000 plus any actual closing expenses not to exceed an additional \$2,500

Loan Closing

Conducted by PHFA

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