

## Equity Price Guidance for 2010 Applications

Per the QAP, DCA requires a preliminary equity commitment(s) for both federal and state tax credits. For the purposes of the 2010 application review, in general, DCA will underwrite the applications based on the equity prices provided in the preliminary commitment letters included in the applications. DCA may require applicants' explanation for federal and/or state equity prices falling outside the market range for the proposed development, taking into account of the real estate and sponsor characteristics, and DCA reserves the right to adjust the equity prices using reasonable market range. In light of the still volatile equity market, applicants are strongly encouraged to run sensitivity analyses before submitting the applications to DCA to ensure project financial feasibility.