

Application Round for Multifamily Projects

Kentucky Housing Corporation (KHC) will accept applications for an open window funding cycle beginning Thursday, April 1, 2010. As discussed during KHC's January 28 meeting with developers, it was anticipated that pending congressional legislation would extend the Tax Credit Exchange Program (Exchange Program). However, at this time, no changes have been determined. With only four weeks until applications are due, we can no longer delay plans based on speculation of a possible program extension.

Therefore, KHC will continue the application process as currently outlined in the 2010 Qualified Allocation Plan (QAP). The scoring system already in place will remain as-is, and applications will be scored accordingly. Should legislation extend the Exchange Program, KHC will make a decision which projects, if any, would be allocated any additional Exchange Program resources.

Due to the current low levels of subsidy dollars available, as well as the Housing Credit investor market at this time, KHC has determined that the 130 percent boost for Housing Credit projects will be **in addition** to the per-unit credit limit. Therefore, the current published limit of \$15,000 for urban projects and \$16,500 for rural projects is increased to \$19,500 and \$21,450, respectively. Please note, this increase in available credit will be effective for **this funding round only**.

PLEASE NOTE: Because Friday, April 2, 2010, is a holiday and KHC offices will be closing at noon that day, applicants who submit applications on April 1 will have until the close of business Monday, April 5, 2010, to submit all applicable attachments and the underwriting model. Please refer to the [2010 Rental Production Guidelines](#) available on KHC's [Web site](#) under Housing Production, Rental Production Programs, 2010 Rental Production Guidelines, for a list of supplemental attachments that may be required for your particular project.

As a point of clarification, the total amount of credit available for the April 1, 2010, funding round is approximately **\$6 million**. The 2010 QAP incorrectly noted \$3 million in credit available as a forward commitment of 2010 credit for projects that were not funded in 2009. This section of text was based on outdated information. The section is no longer applicable.

For additional information or questions, please contact Andrew Hawes toll-free in Kentucky at (800) 633-8896 or (502) 564-7630, extension 326; TTY 711; or e-mail ahawes@kyhousing.org.