

MEMO

TO: Owners/Developers
FROM: Bill Boerigter
DATE: August 11, 2008
RE: The Housing and Economic Recovery Act of 2008 (H.R. 3221)

For 2008 awards WHEDA intends to do the following:

1. Use the "9% credit percentage" when calculating credit for 2008 Reservation Agreements. However, per the 2008 QAP, applicants still may not receive more than \$750,000 in credit per development nor receive credits that may negate points taken for low "Credit per Unit".
2. Roll the additional 10% in credit (\$1.1 million) provided by H.R. 3221 into Reserve and use it to fund credit increases as described in #1 above. Also, over the next few weeks WHEDA will review applications "on hold" to determine if there will be sufficient Reserve credit to fund other applications.
3. Consider no 2008 applications/areas eligible for an "HFA 30% boost".

Applicants will be contacted by their WHEDA Senior Underwriter regarding the implications of using the 9% credit for 2008 Reservation Agreements.

Impacts of H.R.3221 to WHEDA's 2009-2010 QAP are still being reviewed by WHEDA staff.