

HOME Maximum Per-Unit Subsidy Limits for Multi-Family

Bedrooms	HOME Maximum Per-Unit Subsidy Limit
0	\$153,314
1	\$175,752
2	\$213,718
3	\$276,482
4+	\$303,490

Blue Dolphin Recommended Subsidy

Key points:

- The city will provide one HOME loan for \$610k @ 4% interest, one SHIP loan for \$150k at 0% interest, one additional HOME loan for \$775k @ 0% interest and one HOME-ARP loan for \$875k at 0% interest. *Note: The Local Government Area of Opportunity (LGAO) loan for \$610k @ 4% interest has already been approved by Council.*
- The one unit to be funded with SHIP will be a special needs household.
- It is critical that the subsidy does not exceed the HOME Maximum Subsidy identified above.
- It is critical that the assistance does not exceed 11 HOME units which would trigger Davis Bacon (*the SHIP unit is not a HOME match therefore it will serve as the 12th unit without triggering Davis Bacon*).
- City liens will be positioned directly behind the first mortgage.

Funding proposal to provide the \$610k LGAO funding at 4% interest and an additional \$1.8MM at 0% interest. Total funding = \$2,410,000.

<u>Break-out by unit type:</u>		<u>Funding source:</u>
1 SHIP 1-BR unit at \$150,000 =	\$150,000	SHIP
3 HOME 2-BR units at \$203,333 (LGAO) ~	\$610,000	HOME LGAO
3 HOME 3-BR units at \$258,333 ~	\$775,000	HOME additional subsidy
5 HOME-ARP 1-BR units at \$175,000 =	\$875,000	HOME-ARP
TOTAL	\$2,410,000	