

FUNDING PROCESS

FUNDING PROCESS.....SECTION 2

RIHousing Funding Process

Generally, RIHousing has a two-step process for providing a commitment of financing:

- Upon receipt of an application for financing, RIHousing will review the proposal and begin a dialogue with the developer. When a financing package has been agreed upon, the financing request will be brought to the RIHousing Board of Commissioners for a Preliminary Commitment or Reservation of Funds. At RIHousing's discretion, awards may be conditioned upon successful completion of further due diligence within a specific time frame.
- Immediately following a Preliminary Commitment for financing, staff will meet with the developer to review the required items for Firm Commitment. During this phase, it is expected that conditions of RIHousing's reservation will be satisfied, and remaining issues related to the design, site, market, development team and financial feasibility will be resolved. Upon satisfaction of these requirements, the request will again be brought to the Board of Commissioners for Firm Commitment.
- It is RIHousing's goal to move developments from Preliminary Commitment to Firm Commitment as quickly as possible. If it is determined that insufficient progress is being made on Firm Commitment submission target dates, the Preliminary Commitment or Reservation of Funds may be rescinded at any time.
- A Preliminary Commitment or Reservation of Funds from RIHousing is not a guarantee of financing. RIHousing reserves the right to rescind financing or reservations in the event that the development becomes infeasible as proposed or that a change in circumstances has materially altered the proposal as submitted and approved.
- Some RIHousing programs have specific application deadlines. The deadline for applications for 9% Low Income Housing Tax Credits is outlined in our Qualified Allocation Plan. Developers should contact their assigned Development Officer or review RIHousing's website for all other application deadlines.