

## Multifamily Housing New Construction or Substantial Rehabilitation HUD Section 221(d)(4) Low Income Housing Tax Credits



### Features

---

- High HUD priority for affordable housing. Expedited processing with HUD goal to issue Firm Commitment within 30 days of an acceptable application and closing within 60 thereafter.
- This is a non-recourse loan.
- Long loan term - up to 40 years in addition to the construction period, fully-amortizing.
- Low, fixed interest rates.
- High loan-to-cost ratio up to 90% for rental assistance and affordable, 87% for market rate.
- Most affirmative and negative loan covenants typically found in conventional loan agreements are eliminated.
- Converts to permanent financing upon completion (no occupancy requirements) at no extra cost.
- Fully assumable, subject to HUD and CMI approval.
- Can be used as a credit enhancement for tax exempt bonds.
- Debt service coverage ratio of 1.11 for rental assistance and affordable, 1.15 for market rate.
- FF&E may be included as a mortgageable project cost.

### Eligibility

---

- Mortgagor entity may be either for-profit or not-for-profit.
- Project must contain 5 or more units.
- Must have either 4% LIHTC with tax exempt bonds, or a 9% LIHTC award.

Privately held, Centennial Mortgage is strategically integrated to expertly maneuver through HUD/FHA/USDA requirements. We collaborate to pilot your project through the intricate process. We drive to close then service every loan, delivering continuity, stewardship and peace of mind. Our experience is unmatched - we have one of the highest loan approval rates as we advocate tirelessly to make each loan happen.

218 W Washington St Suite 900  
South Bend, IN 46601  
Ph: 574.233.6773

[www.CentennialMortgage.com](http://www.CentennialMortgage.com)



Strategically Integrated. Expertly Driven.