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**Supplemental Funding Homeownership Production**

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| * **Funding Applications Accepted**  **January 18, 2022 through February 4, 2022**
* **Applications must be received by 3 pm on Friday, February 4, 2022. No late applications will be considered for review.**
* Application information must be **provided electronically at** **AppDocs@destatehousing.com** with the subject line: “Supplemental Funding Homeownership Production – Name of Nonprofit”. Multiple emails should also be identified as “1 of x”, “2 of x”, etc.
* Information on application materials may be found at <http://destatehousing.com/Developers/dv_hdf.php>
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| **Purpose** | DSHA recognizes that unprecedented increases in construction material and labor costs have created financing gaps in homeownership production programs statewide.  |
| **Eligible Applicants** | * **Priority** - Nonprofit developers with homeownership production programs, funded in whole or in part by the Housing Development Fund (HDF), that began during the period January 1, 2020 through June 30, 2021.
* Nonprofit developers of homeownership units, regardless of funding source, with projects that began construction during the period January 1, 2020 through June 30, 2021.
* Nonprofit homeownership production programs, regardless of funding source, with new homeownership units sold during the same period, regardless of when construction started.
* Nonprofits who have never received funding from DSHA will need to provide organizational documents and other background information. Please see Application Information document.
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| **Funding Set Asides** | * DSHA is offering an additional $3 million in funding for nonprofits whose homeownership production programs are facing a funding gap.
* Applicants will be reimbursed for documented cost increases up to $35,000 per unit
* Nonprofits will be limited to $350,000 in reimbursement for all affected units
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| **Application Process** | * **Eligible applicants** will submit
* narrative explanation of the increased construction costs with appropriate documentation of the cost increases
* comparison of Total Construction Costs at the start of construction and at completion
* comparison of Sources at the start of construction and at completion
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| **Eligible Expenses** | * Construction hard costs
* Increases to third-party contractors in lieu of volunteer hours, where applicable
* Increased costs of borrowing may be submitted for consideration, on a case-by-case basis
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| **Ineligible Expenses** | * Nonprofit administrative costs
* Nonprofit employee labor costs
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| **Program Contacts** | * **Dawn Favors Jopp**, Community Development ManagerDawn@destatehousing.com or 302-739-0246
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