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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**](mailto: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> | |
| **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. |
| **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 |
| **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 |
| **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 |
| **Ineligible Expenses** | * Nonprofit administrative costs * Nonprofit employee labor costs |
| **Program Contacts** | * **Dawn Favors Jopp**, Community Development Manager [Dawn@destatehousing.com](mailto:Dawn@destatehousing.com) or 302-739-0246 |