



# CONDUIT BOND PROGRAM

## CONDUIT BOND ISSUANCE

<b>Description</b>	As a conduit issuer, IHDA issues short-term and long-term taxable and tax-exempt bonds and loans from a portion of the State's annual volume cap amount. The developer seeks out a private placement or public offering of those bonds to a bank or investor.						
<b>Products &amp; Services</b>	<ul style="list-style-type: none"> <li>IHDA structures a short-term conduit bond or loan.</li> <li>IHDA allocates 4% or 9% <a href="#">Low Income Housing Tax Credits (LIHTC)</a>, subject to the IHDA's Qualified Allocation Plan (QAP) and underwriting requirements.</li> <li>IHDA provides a permanent, taxable or tax-exempt bond or loan.</li> </ul>						
<b>For More Details</b>	For more information about the program see IHDA's <a href="#">Bond Programs</a> web page and <a href="#">Conduit Bond Program</a> manual.						
<b>Estimated Fees</b>	<p>Preliminary Project Assessment Fee: \$1,500 (\$750 for non-profits)</p> <p>Application Fee: \$2,500 (\$1,500 for non-profits)</p> <p>Bond Origination Fee: 1.75% (short-term &lt;10 years); 1.00% (&gt;10 years)</p> <p>LIHTC Fee: 1.00% of the 10-year tax credit amount</p> <p>Bond Inducement (if applicable): \$10,000</p> <p>Bond Counsel Fee: \$50,000</p> <p>Issuer's Counsel Fee: \$17,500</p> <p>Rating Agency Fee (if applicable): \$40,000 (estimated)</p> <p>Miscellaneous Fees: \$5,000</p> <p>IHDA Compliance Fee: \$25 per unit per year (applies to LIHTC and Risk Share deals)</p> <p>Trustee/Fiscal Agent Fee: \$3,000 set-up fee at closing; \$3,000 annually</p> <p>Ongoing Bond Servicing/Administration Fee:</p> <table border="0"> <tr> <td>\$0 - \$75,000,000</td> <td>0.35%</td> </tr> <tr> <td>\$75,000,001 - \$99,999,999</td> <td>0.30%</td> </tr> <tr> <td>\$100,000,000 +</td> <td>0.25%</td> </tr> </table> <p>Make-Whole Provision: If bonds are repaid prior to year 10, IHDA will charge a fee equal to the amount of the unearned Ongoing Bond Servicing/Admin Fee and the additional bond issuance fee that would have been applicable at closing for short-term bonds &lt; 10-years.</p> <p>Good Faith Deposit: \$50,000 (credited at closing; payment required prior to IHDA loan committee and engaging counsel)</p> <p>Third-Party Reports: Engaged and paid by the construction lender or borrower (adhering to IHDA standards as posted on IHDA's website)</p> <p>The above fees are typical for most bond deals. Actual fees are subject to change and will be determined after a full application is received and reviewed.</p>	\$0 - \$75,000,000	0.35%	\$75,000,001 - \$99,999,999	0.30%	\$100,000,000 +	0.25%
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For more information, please visit IHDA's website: [www.ihda.org/developers](http://www.ihda.org/developers)

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*Financing the creation and preservation of affordable housing*

Effective Date: July 2019