CONDUIT BOND PROGRAM

CONDUIT BOND ISSUANCE

Description
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.

Products & Services
- IHDA structures a short-term conduit bond or loan.
- IHDA allocates 4% or 9% Low Income Housing Tax Credits (LIHTC), subject to the IHDA’s Qualified Allocation Plan (QAP) and underwriting requirements.
- IHDA provides a permanent, taxable or tax-exempt bond or loan.

For More Details
For more information about the program see IHDA’s Bond Programs web page and Conduit Bond Program manual.

Estimated Fees
Preliminary Project Assessment Fee: $1,500 ($750 for non-profits)
Application Fee: $2,500 ($1,500 for non-profits)
Bond Origination Fee: 1.75% (short-term <10 years); 1.00% (>10 years)
LIHTC Fee: 1.00% of the 10-year tax credit amount
Bond Inducement (if applicable): $10,000
Bond Counsel Fee: $50,000
Issuer’s Counsel Fee: $17,500
Rating Agency Fee (if applicable): $40,000 (estimated)
Miscellaneous Fees: $5,000
IHDA Compliance Fee: $25 per unit per year (applies to LIHTC and Risk Share deals)
Trustee/Fiscal Agent Fee: $3,000 set-up fee at closing; $3,000 annually
Ongoing Bond Servicing/Administration Fee:

<table>
<thead>
<tr>
<th>Amount</th>
<th>Fee Rate</th>
</tr>
</thead>
<tbody>
<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>
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</tbody>
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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 < 10-years.

Good Faith Deposit: $50,000 (credited at closing; payment required prior to IHDA loan committee and engaging counsel)

Third-Party Reports: Engaged and paid by the construction lender or borrower (adhering to IHDA standards as posted on IHDA’s website)

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.

For more information, please visit IHDA’s website:
www.ihda.org/developers

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The contents of this overview are for informational purposes only. This overview is not a commitment of any kind. Programs, fees, rates, terms and conditions are subject to change without notice. All applications are subject to the satisfaction of IHDA’s review, underwriting and credit approval. IHDA is not obligated to make any financing available. IHDA may accept, modify, or reject an application and/or the terms and conditions of financing, at any time in its sole and absolute discretion. All transactions require the review and approval of IHDA’s Board.

Financing the creation and preservation of affordable housing

Effective Date: July 2019