

**Maximum Insurable Loan
Calculation (MILC)**

**U.S. Department of Housing
and Urban Development**
Office of Residential
Care Facilities

OMB Approval No. 9999-9999
(exp. mm/dd/yy)

Public reporting burden for this collection of information is estimated to average 2 hours. This includes the time for collecting, reviewing, and reporting the data. The information is being collected to obtain the supportive documentation which must be submitted to HUD for approval, and is necessary to ensure that viable projects are developed and maintained. The Department will use this information to determine if properties meet HUD requirements with respect to development, operation and/or asset management, as well as ensuring the continued marketability of the properties. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number.

Warning: Any person who knowingly presents a false, fictitious, or fraudulent statement or claim in a matter within the jurisdiction of the U.S. Department of Housing and Urban Development is subject to criminal penalties, civil liability, and administrative sanctions.

Project Name:

Project Number:

Program Type:

Instructions

1. Complete the project name, project number, and program type on this page (column D). It will be carried forward to other tabs.
2. Fields to be completed are shaded in aqua.
3. For 223f, 223a7, 223d, and 232i complete the applicable Sources and Uses tab before completing the criteria.
For NC, SR, BR and 241a complete the Land Calculation, Other Fees, Replacement Cost and Sources and Uses tabs before completing the criteria.
Formulas on the criteria pages use data from the Land Calculation, Replacement Cost and Sources and Uses tab.
4. ORCF benchmarks should be used for all criteria. Do not use regulatory percentages.
5. The MILC should reflect existing ORCF benchmarks. If the requested mortgage amount exceeds the lowest of all applicable criteria a **waiver request** (Form HUD-2-OHP) must be included as part of the application and attached to the HUD-92264a-OHP as an exhibit.
6. Applicable criteria are shown in the Criteria by Program tab. That tab and this instructions tab are for information purposes only and are not to be attached to the firm commitment.
7. Fields with red arrows in the corner have additional notes. Placing your cursor over the those fields will make them appear.
8. The percentage fields in the S & U tab for 223(f), 223(a)(7), 223(d) and 232(i) only drive the calculations for Criteria G and H. Enter the actual, fixed dollar amount in the adjacent fields when the mortgage amount has been determined. Both percentages and dollars must be provided for all calculations to be completed.
9. The mortgage amount should be entered as the lowest of all applicable criteria. See the Criteria by Program Type chart to determine which criteria apply.
10. A lender's underwriter signature and date are required for all submissions.
11. 223f, 223a7, 223d, and 232i Firm Commitments should include the applicable Sources and Uses page and the Maximum Insurable Loan Calculation pages.
12. NC, SR, BR and 241a Firm Commitments should include the Land Calculation, Other Fees, and Replacement Cost pages, the applicable Sources and Uses page, and the Maximum Insurable Mortgage pages.

	Requested Loan Amount	Original Principal Balance	Amount Based on Replacement Cost	Amount Based on Loan to Value	Amount Based on Debt Service Coverage	Amount Based on Estimated Cost of Rehabilitation Plus	Amount Based on Borrower's Total Cost of Acquisition	Amount Based on the Cost to Refinance	Amount Based on Total Indebtedness	Amount Based on 100% of the Operating Loss	Amount Based on 100% of the Cost of Fire Safety Equipment	Amount Based on Deduction of Grant(s), Loan(s), LIHTCs and Gift(s) for Mortgageable Items
	A.	B.	C.	D.	E.	F.	G.	H.	I.	J.	K.	L.
Section 232 New Construction	X		X	X	X							X
Section 232 Substantial Rehabilitation	X		X	X	X	X						X
Section 232 Blended Rate	X		X	X	X	X						X
Section 232/241(a)	X		X	X	X				X			X
Section 232/223(f)	X			X	X		X	X				X
Section 232/223(a)(7)	X	X						X				
Section 223(d)	X				X					X		
Section 232(i)	X										X	

Sources and Uses

Pursuant to Sections 223(f), 223(a)(7), 223(d) and 232(i)

Project Name: 0
Project Number: 0
Program Type: 0

SOURCES	HUD Insured Loan	\$0
	Existing Replacement Reserves to Transfer	\$0
	Cash/Letter of Credit	\$0
	Interest Rate Premium	\$0
	Other (Describe)	\$0
	Other (Describe)	\$0
	TOTAL	\$0

USES

HUD ELIGIBLE COSTS

Existing Indebtedness or Purchase Price	\$0
Prepayment Penalty	\$0
Initial Deposit to the Reserve for Replacement	\$0
Existing Replacement Reserves to Transfer	\$0
Estimate of Repair Cost (Critical & Non Critical)	\$0
Appraisal (incl. update)	\$0
Phase I ESA / HUD 4128	\$0
PCNA	\$0
Financing/Placement Fee	\$0 0.00%
Lender Legal	\$0
Borrower Legal	\$0
Title & Recording	\$0
HUD Inspection Fee	\$0
First Year MIP	\$0 0.00%
HUD Exam Fee	\$0 0.00%
Survey	\$0
Additional Other Fees (Describe)	\$0
Other (Describe)	\$0
Other (Describe)	\$0
TOTAL HUD ELIGIBLE COSTS	\$0

NON-ELIGIBLE COSTS

Initial Operating Deficit Escrow	\$0
Special Escrow - Debt Service Reserve	\$0
Repair Completion Assurance Escrow	\$0
Other (Describe)	\$0
Other (Describe)	\$0
TOTAL ADDITIONAL COSTS	\$0

TOTAL COSTS \$0

Information Concerning Land or Property

Pursuant to New Construction, Substantial
Rehabilitation, Blended Rate and Section 241(a)

Last Arms-Length Transaction

Buyer	
Seller	
Date Acquired	
Purchase Price	\$0
Additional Cost	\$0
Annual Ground Rent	\$0
Total Cost	\$0

Note: If this is an allocation of a purchase of a larger site or a combination of multiple sites provide detail (including basis of allocation) below.

--	--

Special Assessments

Prepayable, Non-Prepayable or N/A	
Principal Balance	\$0
Annual Payment	\$0
Remaining Term	

Value of Land and Cost Certification

Fair Market Value of land fully improved	\$0
Deduct unusual land improvements	\$0
Equals warranted price of land fully improved	\$0
For Cost Certification Purposes:	
Demolition	\$0
Off-site Cost	\$0
Estimate of "as is" by subtraction from improved value	\$0
Estimate of "as is" by comparison (from appraisal)	\$0
"As is" based on acquisition cost (include legal, title, etc.)	\$0
Estimate of value of land "as is" for cost certification purposes	\$0

Schedule of Other Fees to be paid by Borrower

Pursuant to New Construction, Substantial
Rehabilitation, Blended Rate and Section 241(a)

Line	Description	Amount
A	Survey--Land and Final "as built"	\$0
B	Building Permits	\$0
C	Soils Report	\$0
D	Traffic Study	\$0
E	Impact Fees	\$0
F	Hook-up Fees	\$0
G		\$0
H		\$0
I		\$0
J		\$0
Total		\$0

Schedule of Other Fees included in Construction Contract

Line	Description	Amount
A	Survey	\$0
B	Cost Certification	\$0
C	Municipal Inspections	\$0
D	Special Engineering Tests/Fees	\$0
E	Special Taxes	\$0
F	Permits	\$0
G		\$0
H		\$0
I		\$0
J		\$0
Total		\$0

Estimated Replacement Cost

Pursuant to New Construction, Substantial
Rehabilitation, Blended Rate and Section 241(a)

Unusual Land Improvements	\$0
Other Land Improvements	\$0
Total Land Improvements	\$0
Main Building	\$0
Other Structures (identify)	\$0
Other Structures (identify)	\$0
Total Structures	\$0
General Requirements	\$0
General Contractor General Overhead	\$0
General Contractor Profit	\$0
Architect Design Fee	\$0
Architect Supervisory Fee	\$0
Bond Premium	\$0
Borrower Other Fees	\$0
General Contractor Other Fees	\$0
Total Other Fees	\$0
Total For All Improvements	\$0
<i>Note: Estimated Construction Time (months)</i>	<i>0</i>
<i>Note: Estimated Interest Time (months)</i>	<i>0</i>
<i>Note: Estimated Interest Rate (percent)</i>	<i>0</i>
Interest	\$0
Taxes	\$0
Insurance	\$0
HUD Mortgage Insurance Premium	\$0
HUD Exam (Application) Fee	\$0
HUD Inspection Fee	\$0
Initial Financing Fee	\$0
Non-profit Developer's Fee (includes consultant)	\$0
Permanent Placement Fee	\$0
Title and Recording	\$0
Total Carrying Charges and Financing	\$0

**Maximum Insurable
Loan Calculation, by Program
Section 232**

**U.S. Department of Housing
and Urban Development
Office of Residential
Care Facilities**

OMB Approval No. 9999-9999
(exp. mm/dd/yy)

Legal	\$0
Organizational	\$0
Borrower's Cost Certification Audit Fee	\$0
Total Legal, Organizational, Audit	\$0
Major Movable Equipment	\$0
Marketing	\$0
Contingency	\$0
Relocation	\$0
Initial Deposit	\$0
Other (Describe)	\$0
Total Estimated Development Cost	\$0
Warranted Price of Land	\$0
Offsite Costs (Rehab only)	\$0
Total Estimated Replacement Cost	\$0

Sources and Uses

Pursuant to New Construction, Substantial
Rehabilitation, Blended Rate and Section 241(a)

Project Name: 0
Project Number: 0
Program Type: 0

SOURCES	HUD Insured Loan	\$0
	Cash/Letter of Credit	\$0
	Existing Reserve for Replacement Deposit	\$0
	Grants/Other Loans (Describe)	\$0
	Other (Describe)	\$0
	TOTAL	\$0

USES

HUD ELIGIBLE COSTS

Existing Indebtedness	\$0
Repairs	\$0
Initial Deposit to the Reserve for Replacement	\$0
Land Purchase	\$0
Land Improvements	\$0
Structures	\$0
General Requirements	\$0
Builder's Overhead	\$0
Builder's Profit	\$0
Architect Fees (Design)	\$0
Architect Fees (Supervisory)	\$0
Bond Premium	\$0
Interest	\$0
Taxes	\$0
Insurance	\$0
Appraisal (incl. update)	\$0
Market Study	\$0
Phase I ESA / HUD 4128	\$0
A&E / Cost Reviews	\$0
Financing/Placement Fee/Lender Legal	\$0
Borrower Legal	\$0
Title and Recording	\$0
Borrower's Cost Certification Audit Fee	\$0
Major Movable Equipment	\$0
Marketing	\$0
Pre-Opening Management Fees	\$0
HUD Inspection Fee	\$0
HUD Initial MIP	\$0
HUD Exam Fee	\$0
Other Fees	\$0
Other (Describe)	\$0
Other (Describe)	\$0
Other (Describe)	\$0
Other (Describe)	\$0
TOTAL HUD ELIGIBLE COSTS	\$0

NON-ELIGIBLE COSTS

Initial Operating Deficit Escrow	\$0
Working Capital Escrow	\$0
Special Escrow - Minor Moveable Equipment	\$0
Special Escrow - Demolition	\$0
Special Escrow - Off-site Construction	\$0
Special Escrow - Short-Term Debt Service Reserve	\$0
Other (Describe)	\$0
Other (Describe)	\$0
Other (Describe)	\$0
TOTAL ADDITIONAL COSTS	\$0

TOTAL COSTS \$0

Replacement Cost minus HUD Eligible Costs \$0

Public reporting burden for this collection of information is estimated to average 1.25 hours. This includes the time for collecting, reviewing, and reporting the data. The information is being collected to obtain the supportive documentation which must be submitted to HUD for approval, and is necessary to ensure that viable projects are developed and maintained. The Department will use this information to determine if properties meet HUD requirements with respect to development, operation and/or asset management, as well as ensuring the continued marketability of the properties.

Warning: Any person who knowingly presents a false, fictitious, or fraudulent statement or claim in a matter within the jurisdiction of the U.S. Department of Housing and Urban Development is subject to criminal penalties, civil liability, and administrative sanctions.

Project Name:		<u>0</u>							
Project Number:		<u>0</u>							
Program Type:		<u>0</u>							
A. Requested Loan Amount									\$0
B. Original Principal Amount									\$0
C. Amount Based on Replacement Cost									
a. Replacement Cost in Fee Simple	\$0	x	90%						\$0
b.(1) Optional Purchase Price from 92070M	\$0								
(2) Grant/Loan funds attributable to R.C. items	\$0								
(3) Excess Unusual Land Improvement	\$0								
(4) Total lines (1) to (3)	\$0	x	90%		\$0				
c. Unpaid Balance of Special Assessment									\$0
d. Total line b plus line c									\$0
e. Line a minus line d									\$0
D. Amount Based on Required Loan to Value									
a. Value in Fee Simple	\$0	x	0%						\$0
b. Optional Purchase Price from 92070M	\$0	x	0%		\$0				
c. Unpaid Balance of Special Assessment									\$0
d. Total line b plus line c									\$0
e. Line a minus line d									\$0
E. Amount Based on Required Debt Service Coverage									
a. Mortgage Interest Rate							0.00%		
b. Mortgage Insurance Premium Rate							0.00%		
c. Initial Curtail Rate									#NUM!
d. Sum of Above Rates									#NUM!
e. Net Operating Income	\$0	÷	1.45						\$0
f. Annual Ground Rent + Annual Special Assessment	\$0	+	\$0						\$0
g. Line e minus line f									\$0
h. Line g divided by line d									#NUM!
i. Annual Tax Abatement Savings	\$0	÷	0.00						#DIV/0!
j. Line h plus line i									#NUM!
F. Amount Based on Estimated Cost of Rehabilitation Plus									
(i) "as is" Value, or (ii) acquisition cost,									
or (iii) existing mortgage indebtedness against the property before rehabilitation:									
a. Total Estimated Development Cost									\$0
b. Estimated Cost of Off-Site Construction									\$0
c. Sum of lines a & b									\$0
d. Grant/Loan funds attributable to R.C. items									\$0
e. Line c minus line d									\$0
f. "As Is" Value of Prop. Before Rehab.	\$0	x	90%						\$0
g. Existing Mortgage Indebtedness (Property Owned) or Purchase Price of Property (to be Acquired)									\$0
h. Line e plus line f or line g, whichever is less	\$0	x	90%						\$0
i. Line h		x	100%						\$0

G. Amount Based on Borrower's Total Cost of Acquisition Section 223(f)			
a. HUD Eligible Costs		\$0	
b. Enter the Sum of any Grant/Loan and Reserves for Replacement and Major Movable Equipment to be Purchased as an asset of the project			
c. Line a minus line b		\$0	
d. Line c	x	85 %	\$0
H. Amount Based on the Cost to Refinance			
a. HUD Eligible Costs		\$0	
b. Enter the Sum of any Grant/Loan and Reserves for Replacement and Major Movable Equipment on Deposit			
c. Line a minus line b			\$0
I. Amount Based on Total Indebtedness			
a. As-Proposed Value		\$0	
b. Loan-to-Value Percentage		90%	
c. Line a times line b		\$0	
d. Total of All Outstanding Indebtedness Relating to Property		\$0	
e. Line c minus line d			\$0
J. Amount based on Percentage of the Operating Loss			
			\$0
K. Amount based on 100% of the Cost of Fire Safety Equipment			
100% of the Cost of Fire Safety Equipment			\$0
L. Amount Based on Deduction of Grant(s), Loan(s), LIHTCs and Gift(s) for mortgageable items			
a. 100% Project (Replacement) Cost			\$0
b. (1) Grants/Loans/Gifts			\$0
(2) Tax Credits			\$0
(3) Optional Purchase Price from 92070M			\$0
(4) Excess Unusual Land Improvement Cost			\$0
(5) Unpaid Balance of Special Assessment			\$0
(6) Sum of Lines (1) through (5)			\$0
c. Line a. minus line b. (6)			\$0
Maximum Insurable Loan (Lowest of Foregoing Criteria)			0

Notes:

Estimated Liquidated Damages--Construction Contract	0
Incentive Percentage--Construction Contract (if applicable)	0
Estimated Soft Costs--Construction Period	#DIV/0!

Lender's Underwriter Signature	Date:
Office of Healthcare Programs Signature	Date: