EXHIBIT 7

APPLICATION SUMMARY (EXAMPLE)
HOUSING INFRASTRUCTURE FINANCING PROGRAM

**Project Name:** New Development’s Name

**Project Location:** Center Street and Green Street, Small Town, SD

**Developer:** Economic Development Corporation of Small Town, SD

**Principals:**  If For-Profit, Name Principals

**Engineers:**  ABC Engineers

|  |  |
| --- | --- |
| **Number and type of housing lots** | The project consists of land purchase and development of 20 lots for single family homes and 10 lots for 4-unit multifamily buildings resulting in 40 multifamily lots. Economic Development owns the land and lots will be available for sale to the public. Single family (SF) lots are approximately 15,000 sq. ft. and proposed asking price will be $25,000. 10 Multifamily (MF) lots will be sold for $50,000 each. Applicant has $725,000 in eligible ARPA costs and is requesting the remaining funding in General Fund grant funding.  |
| **Funding Eligibility** | (20 SF lots x $25,000) + (40 MF units x $10,000) = $900,0001/3 x $2,250,000 = $750,000Eligible ARPA funding = $725,000**Eligible HIFP funding =** **$750,000** |

**Estimation of Cost:**

|  |  |  |
| --- | --- | --- |
| Land Acquisition  | $ 325,000 |  |
| Sanitary Sewer & Storm Water Costs | $ 725,000 | Eligible ARPA costs |
| Other Infrastructure Costs | $ 875,000 |  |
| Engineering Fees | $ 315,000 |  |
| Professional Fees | $ 10,000  |  |
| **Total Development Costs** | **$2,250,000** |  |

**Proposed Funding Sources & Terms**

|  |  |  |
| --- | --- | --- |
| ABC Bank | $ 1,500,000 | 6%, 25 year amortization with 10 year balloon |
| SDHDA HIFP ARPA Grant  | $ 725,000 | Grant |
| SDHDA HIFP General Fund Grant | $ 25,000 | Grant |
| **Total Funding**  | **$ 2,250,000** |  |

**Readiness to Proceed:**

# Plans and Specifications: Engineering plans dated Jan. 1, 2023 were received - application indicates 100% complete.

* **Site Control:** Warranty Deed was provided.
* **Financing Commitment:** Letter of commitment provided by ABC Bank. Remaining funding requested from HIFP.
* **Financial Feasibility:** Projected sales of lots = $900,000. Remainder of loan to be addressed with sale of houses.
* **Utilities (i.e. water, sewer, electric, natural gas)**: Letter from city indicates the city will provide water, wastewater, and stormwater; letter from Xcel Energy indicating they will provide electric and gas services.
* **Zoning**: Zoning ordinance states Agriculture. Letteer from City Administrator indicating the rezoning hearing will be scheduled in August.
* **City Approval**: City Resolution passed on 5/1/2023.
* **Housing needs study**: Housing study is 5 years old and an update was provided.
* **DANR Review**: Satellite imagery and cost breakdown was provided. Ready for DANR review.