

MEMORANDUM NO. 06-11-06

TO: HOME and Housing Tax Credit Interested Parties

FROM: Lorraine Polak, Director of Rental Housing Development

SUBJECT: Amendment to the 2006-2007 HOME Program Allocation Plan and
2006-2007 Housing Tax Credit (HTC) Qualified Allocation Plan (QAP)

DATE: November 17, 2006

On November 8, 2006, the South Dakota Housing Development Authority (SDHDA) Board of Commissioners approved an amendment to the 2006-2007 HOME and HTC allocation plans. After review of current market and economic conditions, it was decided that a seven percent (7%) adjustment to the 0, 1, and 2 bedroom unit cost limits and a thirteen percent (13%) adjustment to the 3 and 4 bedroom units will be made in order to stay in line with the market conditions. The new project limitations (Section V. paragraph A. 2 of the HOME Plan and Section V. paragraph A. of the HTC QAP) are amended as follows:

0 bedroom - \$ 79,400
1 bedroom - \$ 91,000
2 bedroom - \$110,600
3 bedroom - \$128,400
4 bedroom - \$140,800

This information along with the 2006-2007 HOME and HTC plans and application may be obtained from SDHDA's homepage at www.sdhda.org. Hard copies of these documents may also be requested via e-mail to beth@sdhda.org or by calling or writing to SDHDA at the phone number or address listed at the bottom of this page.

Applications for HOME funds and Housing Tax Credits are due the last working day of February (February 28, 2007) and, if funds remain, a second application deadline will be announced. Please refer to SDHDA's web site (www.sdhda.org) for availability of funds. The applications will be accepted no later than 5:00 p.m. Central Time on the scheduled deadlines. The fully executed application, along with HTC fees (if applicable) and the required attachments must be received at SDHDA's office in hard copy form to be considered. An electronic filing of the proforma may be submitted to scott@sdhda.org (for HTC applications) or ron@sdhda.org (for HOME applications).

LP/sar