

Due to the competition for NSP funding and to provide additional guidance for NSP applicants, SDHDA has adopted the following policies in regards to reasonable fees, costs and maximum grant amounts:

Purchase and Rehabilitation of Single Family Homes

Developer Fees: Maximum \$10,000 per home

Consultant Fees: Maximum \$2,000 per home

Financing Mechanisms

Developer Fees: Maximum 10% of the NSP homeownership assistance requested

Demolition and Redevelopment Projects

Developer Fees: Maximum 10% of total project costs

Construction Contingency cannot exceed 10% of construction costs

Grant Amounts: The total amount of NSP funds requested as grant financing cannot exceed \$30,000 for each individual single family home. This limit includes any NSP funds requested for Financing Mechanisms, but excludes any grant funding for demolition costs.

Demolition Costs may be 100% grants and may be an additional grant above the \$30,000 limitation