

---

 TABLE OF CONTENTS

Paragraph		Page
	CHAPTER 1. INTRODUCTION	
1-1	Purpose	1-1
1-2	Background	1-1
	CHAPTER 2. BASIC PROGRAM REQUIREMENTS	
2-1	Eligible Projects	2-1
2-2	Maximum Mortgage	2-1
2-3	Environmental Review Requirements	2-2
2-4	Mortgage Term	2-2
2-5	Processing Fee	2-2
2-6	Maximum Fees	2-2
2-7	Inspection Fee	2-3
2-8	Prevailing Wage Requirements	2-3
	CHAPTER 3. APPLICATION SUBMISSION REQUIREMENTS	
3-1	Submission of Application	3-1
3-2	Required Exhibits	3-1
	CHAPTER 4. APPLICATION PROCESSING	
4-1	Overview	4-1
4-2	Project Numbering	4-1
4-3	Technical Processing	4-1
	CHAPTER 5. COMMITMENT AND CLOSING	
5-1	Commitment	5-1
5-2	Regulatory Agreement	5-1
5-3	Closing	5-1
5-3	Beginning of Amortization	5-1
	CHAPTER 6. PROJECTS WITH REPAIRS	
6-1	Critical and Noncritical Repairs	6-1
6-2	Repair Escrow	6-1
6-3	Escrow Agreement	6-1
6-4	Completion of Deferred Repairs	6-2
6-5	Requirements After Completion of Deferred Repairs	6-3
6-6	Inspections	6-3
6-7	Cost Certification	6-4

---

FOREWORD

This handbook contains the policies and procedures for processing refinance transactions pursuant to Section 223(a)(7) of the National Housing Act. These instructions apply to multifamily insured projects (except for hospital projects) in HUD's portfolio that are not HUD-held.

References:

- (1) 4430.1 REV-1 Initial Closing Commitment for Project Mortgage Insurance
- (2) 4440.1 Final Closing Commitment for Project Mortgage Insurance
- (3) 4450.1 REV-1 Cost Estimation for Project Mortgage Insurance
- (4) 4460.1 REV-1 Architectural Analysis and Inspections for Project Mortgage Insurance
- (5) 4465.1 Valuation Analysis for Project Mortgage Insurance
- (6) 4470.1 REV-2 Mortgage Credit Analysis for Project Mortgage Insurance
- (7) 4480.1 Multifamily Underwriting Reports and Forms Catalog
- (8) 4565.1 Mortgage Insurance for the Purchase or Refinancing of Existing Multifamily Housing Projects - Section 223(f)
- (9) 4600.1 REV-1 Section 232 Mortgage Insurance for Residential Care Facilities (Nursing Homes, Intermediate Care Facilities and Board and Care Homes)