

Financial Assistance Closing Costs, Closing Fees, Interest Rate Setting Methodology and Annual Fees

WIFA Policy No: III.3

Purpose:

Detail the closing costs and closing fees assessed by WIFA to reimburse WIFA's transaction costs associated with providing financial assistance. Summarize WIFA's methodology to set interest rates by financial assistance recipient. Detail the annual fees assessed by WIFA to offset WIFA's management and administrative costs associated with providing and servicing financial assistance.

Policy:

Closing Costs and Closing Fees

WIFA may assess closing costs and fees to reimburse WIFA's costs to provide, service, and manage financial assistance. The costs and fees are detailed within WIFA Procedure III.3.2.

If closing costs and/or closing fees are assessed by WIFA, financial assistance recipients must pay the closing costs and/or closing fees on the day of the closing of the financial assistance. Financial assistance recipients may include closing costs and closing fees as eligible project costs within the financial assistance amount.

Interest Rate Setting Methodology

Financial assistance recipients must pay interest on the payment dates outlined in the financial assistance agreement. WIFA's interest rate setting methodology is summarized in Procedure III.3.1.

Annual Fees

Financial assistance recipients must pay fees on interest payment dates as outlined in the financial assistance agreements. The annual fees are described in Procedure III.3.1.

Combined Interest and Fee Rates

To facilitate interest and fee payments, WIFA may assess one combined interest and fee rate and allocate the single combined payment as either interest or fees once received from the financial assistance recipient. The combined interest and fee rates are summarized in Procedure III.3.1, with exception to disadvantaged communities who qualify under Policy III.6 and three year design loans.

Responsibility: Chief Financial Officer

Statutory Reference: A.R.S. § 49-1203

Rule Reference: R18-15-701

Original Issue Date: April 13, 1999

Previous Amendment Date(s): October 20, 2010

Most Recent Amendment Date: April 30, 2014 (*Replaces All Previous Versions*)

Approval:



Executive Director



Date