

ADDI UPDATE

October 15, 2004

1. We have posted a revised ADDI Invoice which more clearly reflects that ADDI funds not considered as part of any "required downpayment" or closing costs must go toward an additional downpayment in order to reduce the loan amount. A copy of this form is sent to the closing agent to explain how the ADDI funds are to be used. Please note that while ADDI reservation material may be faxed to THDA, ADDI Invoices presented to THDA must contain an original signature.
2. No funds shall be disbursed to the borrower at closing. If a settlement statement inadvertently shows any amounts to be paid to the borrower, such amounts must, instead, be applied as a prepayment of principal for the permanent loan.
3. THDA reserves the right to evaluate the appropriateness of any Partner Agency fees charged to the borrower. Complex and time intensive transactions which advance homeownership for priority target populations, i.e. Section 8 homeownership voucher participants, may merit additional closing costs.
4. A copy of the property appraisal must be submitted to THDA in order to draw down ADDI funds for closing.