



Preservation Affordable Rental Investment Fund Program

October 2004

400 Sibley Street, Suite 300, St. Paul, Minnesota 55101

PRESERVATION AFFORDABLE RENTAL INVESTMENT FUND

Program Size:

\$9,273,000 per year, subject to biennial appropriations.

Type of Assistance:

The Preservation Affordable Rental Investment Fund (PARIF) is a statewide program that will provide low interest-deferred loans to help cover the costs of preserving permanent affordable rental housing with long term project-based federal subsidies that are in jeopardy of being lost. The program provides funds to help cover the costs of acquisition, rehabilitation and debt restructuring of federally assisted developments, as well as equity take-out deferred loans.

Eligible Developments:

Effective July 1, 2004, this appropriation may also be used to finance the acquisition, rehabilitation, and debt restructuring of existing supportive housing properties. For purposes of this subdivision, supportive housing means affordable rental housing with linkages to services necessary for individuals, youth, and families with children to maintain housing stability.

Program Guidelines:

The owner of the federally assisted rental property must agree to participate in the applicable federally assisted housing program and to extend any existing low-income affordability restrictions on the housing for the maximum term permitted. The owner must also enter into an agreement that gives local units of government, housing and redevelopment authorities, and nonprofit housing organizations the right of first refusal if the rental property is subsequently offered for sale and a *bona fide* outside offer is received.

Priority is given among comparable properties to properties with the longest remaining term under an agreement for federal assistance. Priority is also given among comparable rental housing developments to developments that are or will be owned by local government units, a housing and redevelopment authority, or a nonprofit housing organization.

Contact:

Contact Julie LaSota at (651) 296-9827 (the PARIF Program Administrator), or the Housing Development Officer assigned to your particular development for any questions regarding the Preservation Affordable Rental Investment (PARIF) program.