



Allies & Ross
Management and Development Corporation
200 Ross Street
Pittsburgh, PA 15219

412-456-5000

February 2, 2017

**Allies & Ross Management and Development Company
RFP#2017-18**

**NORTHVIEW MIDRISE- LOW INCOME HOUSING TAX CREDIT INVESTOR
AND/OR CONSTRUCTION AND/OR PERMANENT LENDER**

ADDENDUM NO. 2

This addendum issued February 2, 2017 becomes in its entirety a part of the Request for Proposals RFP#2017-18 as is fully set forth herein:

Item 1: **Q.** On page 43 of the RFP, ARMDC list \$11,467,749 of tax-exempt bonds as a source (based on pro-forma NOI we are assuming an \$8 million paydown of construction bonds). The Operating Budget in Addendum No. 1 shows an net operating income of \$206,344, which supports about \$3 million in permanent debt and results in a \$8.5 million deferred fee. Is there another source that we are missing or are we misinterpreting the proforma?

A. HACP is committing a substantial non-amortizing loan to the Northview Midrise development, the exact amount of which will be determined as numbers are refined. The tax-exempt bonds shown include a portion of the HACP loan along with the permanent loan supportable by NOI. The balance of the HACP loan will be taxable.

Item 2: The Proposal due date, time and location remain unchanged at February 17, 2017 at 10:00 a.m., at HACP Procurement Dept., 100 Ross St. 2nd Floor, Suite 200, Pittsburgh, PA 15219.

END OF ADDENDUM NO. 2


Mr. Kim Detrick
Procurement Director/Contracting Officer

February 2, 2017
Date