

## **ATTACHMENT A**

### **Surcharge Structure**

|                  |  |
|------------------|--|
| Year 1 surcharge | Interest for open loan                                     |
| Year 2 surcharge | Closed loan from year 1 + interest for open loan           |
| Year 3 surcharge | Closed loan from year 1 & 2 + interest for open loan       |
| Year 4 surcharge | Closed loan from year 1, 2 & 3 + interest for open loan    |
| Year 5 surcharge | Closed loan from year 1, 2, 3 & 4 + interest for open loan |

### **Surcharge Calculation**

#### **Open Loan (Construction Loan) (Interest Only)**

The surcharge should cover the monthly interest calculated at 75% of the full value of the loan. Example: (maximum of open loan amount \*0.75) \* (interest for 31 days) = total surcharge for a month.

Total surcharge for a month / average monthly hour of operation = hourly surcharge.

#### **Closed Loan (Principal + Interest)**

For a closed loan: average amortized monthly payment due to bank / average monthly hours of operations = hourly surcharge.

When an Open Loan is converted to a closed loan earlier than 1 Year, a supplemental filing will be provided.