

Notice to Contractor

1. *Per HUD regulations there are no upfront funds available for 203K standards loans. If the loan is a streamline, there may be some funds available. The lender will decide if this applies.*
2. *This loan is in a mortgage program where set program requirements **must** be met.*
3. *Funds are released only for work completed in a workmanlike manner and approved by the HUD inspector.*
4. *Funds are released provided the work was on the original Specification of Repairs or a preapproved change order.*
5. *Do not perform any work not defined in the Specification of Repairs or an approved change order has been granted.*
6. *Do not perform any change order work without obtaining an approved change order.*
7. *All draws are subject to a 10% holdback until the entire project is complete.*
8. *All disbursements will be usually made in the form of a two party check written to the borrower and the contractor. Some lenders vary on this.*
9. *All contractors must:*
 - Be approved by the lender via their in house approval process.*
 - Submit a copy of a valid contractor's license to the lender.*
 - Submit an IRS W-9 form to the lender.*
 - Provide proof of Worker Compensation and Liability insurance to the lender.*

Project property Address: _____
Street

City and State

By signing below you are acknowledging that you have read and agree to the terms above. This agreement does not supersede the Homeowner/Agreement.

Company Name License number

Signature of Responsible Person Date

Contact phone Email address

Please complete form and email to John Evans at jbeconsult@gmail.com