



Multifamily Selling and Servicing Guide

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105.01 Determining Replacement Reserve

Requirements

The minimum Replacement Reserve amount must equal the greater of

- the amount calculated per [Part II, Chapter 4: Inspections and Reserves, Section 404: Replacement Reserve](#), or
- \$250 per unit per year.



Glossary

R

Replacement Reserve Custodial Account established by the Lender and funded by deposits from the Borrower over the term of the Mortgage Loan to fund the replacement of capital items at the Property.

Synonyms

- Replacement Reserves