

Phase Inspection Overview

Construction Progress & Risk Mitigation

PROJECT CONTACTS

Role	Name	Company	Phone	Email
Title / Escrow				
Lender				
Superintendent / PM				

PHASE INSPECTIONS: PROS & CONS

✓ Pros	× Cons
+ Early detection of code violations and construction defects before they are concealed	- Adds incremental cost to the overall construction budget
+ Protects the lender’s investment at each draw stage	- May introduce minor scheduling delays if inspections are not coordinated in advance
+ Reduces risk of costly rework and project delays	- Requires cooperation and access coordination with the builder/superintendent
+ Provides documented verification of construction progress	- Some builders may view inspections as adversarial rather than collaborative
+ Ensures compliance with approved plans and local building codes	- Inspection scope is limited to visible conditions at the time of the visit
+ Builds accountability between builder, lender, and borrower	
+ Creates a professional paper trail for dispute resolution	
+ Supports informed draw disbursement decisions	

Phase inspections are an investment in project quality and lender confidence.

BHI | Cheney, WA | [Phone] | [Email]