

# ADFA Down Payment Assistance Programs

ADFA has three types of down payment assistance to help aspiring homebuyers pay for down payment and closing costs when buying a home.

- ▶ Household income limits may apply.
- ▶ Must use an approved lender. A list of approved lenders can be found on ADFA's website at <http://adfa.arkansas.gov/participating-single-family-lenders> .
- ▶ Must qualify for a first mortgage with an approved ADFA lender.

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## “ADFA Move-Up Choice” Loan Program

The ADFA “**Move-Up Choice**” Single Family Loan Program is a first mortgage that offers the homebuyer a grant of 4% of their loan amount funded by a slightly higher interest rate. It can be used to pay closing costs and prepaids, down payment or even pay off a debt at closing to help qualify for a loan.

First-time homebuyers using the “ADFA Move-Up Choice” Loan Program may also qualify to receive a **FREE** ADFA MCC - Mortgage Credit Certificate.

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## Down Payment Assistance (DPA)

DPA is available through ADFA for qualifying applicants of an “ADFA Move-Up” first mortgage.

The DPA ranges from \$1,000 to \$10,000 for down payment and closing cost assistance. Cash back is also allowed to borrowers for expenses paid outside of closing. First-time homebuyers may qualify for a **FREE** ADFA MCC - Mortgage Credit Certificate

**INTEREST RATE:** Matches the “ADFA Move-Up” first mortgage interest rate  
**TERMS:** 10 Year Amortization

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## Arkansas Dream Down Payment Initiative (ADDI)

The **Arkansas Dream Down Payment Initiative (ADDI)** is down payment assistance provided by the U.S. Department of Housing and Urban Development. With ADDI, **qualifying low-income Arkansans** can be provided up to 6% of the purchase price of their home, not to exceed \$10,000. It is a second mortgage loan with no monthly payment and is forgivable over five years.

ADDI must be used with an “ADFA Move-Up” first mortgage. First-time homebuyers may also qualify to receive a **FREE** ADFA MCC - Mortgage Credit Certificate.