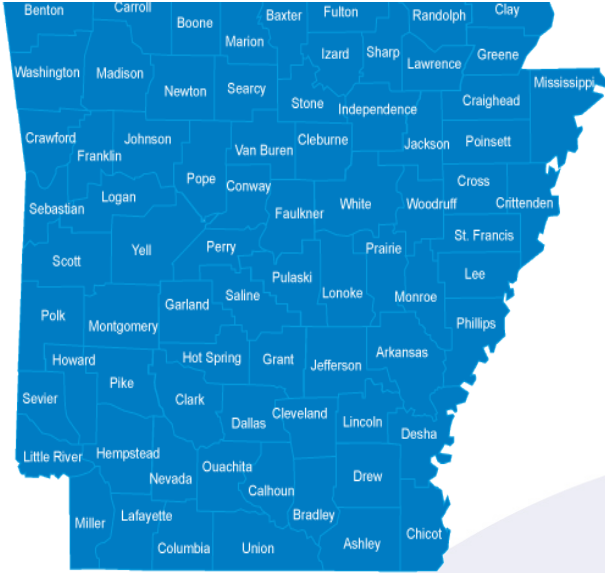


Single Family Homeownership Programs



**We serve every
county in Arkansas**

ADFA Move-Up Choice (first-time & repeat homebuyers) offers the homebuyer a grant of 4% of their loan amount, funded by a higher interest rate on their first mortgage, to cover closing costs and prepaids, downpayment or even payoff a debt at closing to help qualify for a loan. Move-Up Choice can also be paired with an **ADFA MCC**.

ADFA Move-Up Program (first-time & repeat homebuyers) offers homebuyers an affordable mortgage. And when using an ADFA Move-Up loan, borrowers may also be eligible to combine it with all of the following ADFA single family home buying incentives

ADFA Down Payment Assistance (DPA) Program can provide **up to \$6,000** for down payment and closing cost assistance. ADFA's Down Payment Assistance (DPA) Loan is a second mortgage that carries the low rate of 4 percent with a 10-year term.

Arkansas Dream Downpayment Initiative (ADDI) provides lower income, first-time homebuyers in Arkansans, who qualify, 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 that is forgivable over five years. ADDI funding is provided by HUD through the Home Investment Partnerships Program.

ADFA MCC - Mortgage Credit Certificate Program -

is a dollar-for-dollar tax credit for first time, low-to-moderate income homebuyers. The certificate is issued by ADFA and allows qualifying, taxpaying homebuyers to claim a tax credit up to 50 percent of the mortgage interest paid per year, capped at **\$2,000 annually**.

An ADFA MCC may be used alone, with the ADFA Move-Up or ADFA Move-Up Choice Loan programs. An MCC may also be combined with the Arkansas Dream Downpayment Initiative (ADDI).

Sample MCC Calculation

Amount of 1st Mortgage	\$150,000.00
Interest Rate	x 3.75%
First Year Interest Paid	= \$5,625.00

MCC Tax Rate - 50%

Amount of Benefit for the year	\$2,812.50
**Max \$2,000 allowed	\$2,000.00

Calendar Months Divided by 12 = Monthly Savings \$166.66

***With a 50% MCC Rate the maximum amount of tax credit is \$2,000.00 per year.*