

1 Housing Finance Agency

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3 Adopted Rules Relating to Homeownership Assistance Fund Tax

4 Reform Transition Demonstration Program

5

6 Rules as Adopted

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8 HOMEOWNERSHIP ASSISTANCE FUND TAX

9 REFORM TRANSITION DEMONSTRATION PROGRAM

10 4900.1360 HOMEOWNERSHIP ASSISTANCE FUND UNDER TAX REFORM

11 TRANSITION DEMONSTRATION PROGRAM.

12 Subpart 1. Monthly assistance. The agency may provide
 13 eligible recipients with interest-free monthly assistance loans
 14 in the form of monthly payments of a portion of the principal
 15 and interest installment due on a tax reform transition
 16 demonstration program mortgage on qualifying property. Payments
 17 shall not exceed \$100 per month and shall decrease by \$10 per
 18 month or \$120 per year each year. The maximum amount of monthly
 19 assistance to which a recipient is originally entitled shall be
 20 determined by the agency from time to time on the basis of the
 21 percentage of income that may reasonably be spent on mortgage
 22 payments, the interest rate charged for tax reform transition
 23 demonstration program mortgage loans, and general housing and
 24 construction costs in Minnesota. However, the initial maximum
 25 monthly assistance that the agency shall determine to be
 26 available shall not exceed the amounts provided in subparts 2,
 27 3, and 4 for persons and families within the annual gross income
 28 ranges in subparts 2, 3, and 4 for various potential interest
 29 rates to be charged by the agency on its tax reform transition
 30 demonstration program mortgage loans.

31 Subp. 2. Assistance in designated central counties. The
 32 loans provided for in subpart 1 may be made in the following
 33 amounts to eligible recipients whose qualifying property is in
 34 Anoka, Carver, Chisago, Dakota, Hennepin, Isanti, Ramsey, Scott,
 35 Washington, and Wright counties.

1 Mortgage							
2 Interest							
3 Rate	Initial Maximum Monthly Assistance						
4	\$ 100	\$ 80	\$ 60	\$ 40	\$ 20		
5	Annual						
6	0- Hshld.	0-	21,001-	22,001-	23,001-	24,001-	
7	9.00% Income	21,000	22,000	23,000	24,000	25,000	
8	Annual						
9	9.01- Hshld.	0-	22,001-	23,001-	24,001-	25,001-	
10	9.50% Income	22,000	23,000	24,000	25,000	26,000	
11	Annual						
12	9.51- Hshld.	0-	23,001-	24,001-	25,001-	26,001-	
13	10.00% Income	23,000	24,000	25,000	26,000	27,000	
14	Annual						
15	10.01- Hshld.	0-	24,001-	25,001-	26,001-	27,001-	
16	10.50% Income	24,000	25,000	26,000	27,000	28,000	
17	Annual						
18	10.51- Hshld.	0-	25,001-	26,001-	27,001-	28,001-	
19	11.00% Income	25,000	26,000	27,000	28,000	29,000	
20	Annual						
21	11.01- Hshld.	0-	26,001-	27,001-	28,001-	29,001-	
22	and Up Income	26,000	27,000	28,000	29,000	30,000	

23 Subp. 3. Assistance in designated outstate counties. The
 24 loans provided for in subpart 1 may be made in the following
 25 amounts to eligible recipients whose qualifying property is in
 26 Benton, Blue Earth, Clay, Nicollet, Olmsted, St. Louis,
 27 Sherburne, and Stearns counties.

28 Mortgage							
29 Interest							
30 Rate	Initial Maximum Monthly Assistance						
31	\$ 100	\$ 80	\$ 60	\$ 40	\$ 20		
32	Annual						
33	0- Hshld.	0-	15,001-	16,001-	17,001-	18,001-	
34	9.00% Income	15,000	16,000	17,000	18,000	19,000	
35	Annual						
36	9.01- Hshld.	0-	16,001-	17,001-	18,001-	19,001-	

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1	9.50%	Income	16,000	17,000	18,000	19,000	20,000
2		Annual					
3	9.51-	Hshld.	0-	17,001-	18,001-	19,001-	20,001-
4	10.00%	Income	17,000	18,000	19,000	20,000	21,000
5		Annual					
6	10.01-	Hshld.	0-	18,001-	19,001-	20,001-	21,001-
7	10.50%	Income	18,000	19,000	20,000	21,000	22,000
8		Annual					
9	10.51-	Hshld.	0-	19,001-	20,001-	21,001-	22,001-
10	11.01-	Income	19,000	20,000	21,000	22,000	23,000
11		Annual					
12	11.01-	Hshld.	0-	20,001-	21,001-	22,001-	23,001-
13	and Up	Income	20,000	21,000	22,000	23,000	24,000
14	Subp. 4. Assistance in all other counties. The loans						
15	provided for in subpart 1 may be made in the following amounts						
16	to eligible recipients whose qualifying property is in any						
17	county not named in subparts 2 and 3.						
18	Mortgage						
19	Interest						
20	Rate	Initial Maximum Monthly Assistance					
21							
22			\$ 100	\$ 80	\$ 60	\$ 40	\$ 20
23		Annual					
24	0-	Hshld.	0-	12,001-	13,001-	14,001-	15,001-
25	9.00%	Income	12,000	13,000	14,000	15,000	16,000
26		Annual					
27	9.01-	Hshld.	0-	13,001-	14,001-	15,001-	16,001-
28	9.50%	Income	13,000	14,000	15,000	16,000	17,000
29		Annual					
30	9.51-	Hshld.	0-	14,001-	15,001-	16,001-	17,001-
31	10.00%	Income	14,000	15,000	16,000	17,000	18,000
32		Annual					
33	10.01-	Hshld.	0-	15,001-	16,001-	17,001-	18,001-
34	10.50%	Income	15,000	16,000	17,000	18,000	19,000
35		Annual					
36	10.51-	Hshld.	0-	16,001-	17,001-	18,001-	19,001-

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1	11.00%	Income	16,000	17,000	18,000	19,000	20,000
2		Annual					
3	11.01-	Hshld.	0-	17,001-	18,001-	19,001-	20,001-
4	and Up	Income	17,000	18,000	19,000	20,000	21,000

5 4900.1361 HOMEOWNERSHIP ASSISTANCE FUND; DOWN PAYMENT ASSISTANCE
6 UNDER PROGRAM.

7 The agency may provide interest-free down payment
8 assistance loans to recipients eligible for monthly
9 homeownership assistance under the tax reform transition
10 demonstration program who are determined, on the basis of normal
11 credit procedures, to lack the cash or land equity necessary to
12 pay the required down payment, plus closing costs, expenses, and
13 origination fees on the dwelling to be purchased. The amount of
14 the down payment assistance loan shall equal the amount by which
15 the sum of the down payment, closing costs, expenses, and
16 origination fees exceeds five percent of the purchase price of
17 the dwelling, but it shall not exceed the lesser of 50 percent
18 of the down payment or \$1,500.

19 .4900.1362 REPAYMENT.

20 Repayment shall be as provided in part 4900.1350.