



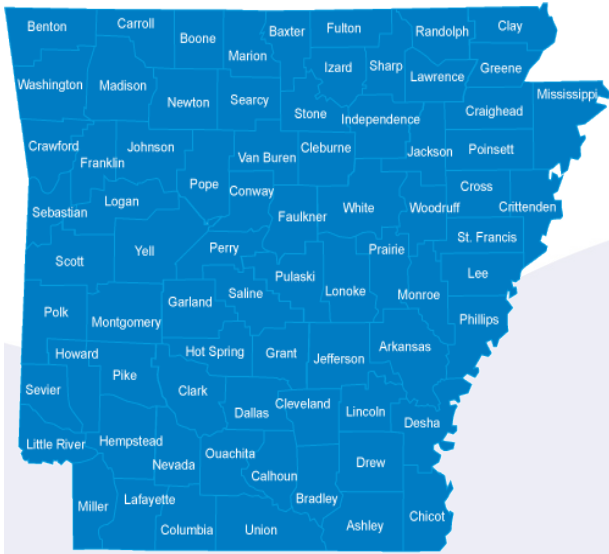
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Arkansas Development Finance Authority Homeownership Programs and Down Payment Assistance Programs make purchasing a home more affordable for low-to-moderate income families and individuals. For eligible borrowers, these programs can greatly reduce the out-of-pocket expense to the buyer.

“ADFA Move-Up” Program 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 is available to qualifying applicants of an “ADFA Move-Up” first mortgage. ADFA DPA can provide **up to \$15,000** for down payment and closing costs. It is a second mortgage with a 10-year term. The interest rate matches the first mortgage.

Arkansas Dream Down Payment Initiative (ADDI) provides qualifying low-income homebuyers in Arkansas up to **10% 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.



We serve every county in Arkansas

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 35 percent of the mortgage interest paid per year, capped at **\$2,000 annually**. The credit may be claimed for the life of the loan as long as the home is their primary residence.

The ADFA MCC is **FREE** when used with an “ADFA Move-Up” Loan. An MCC may also be combined with the Arkansas Dream Down Payment 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 - 35%

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 35% **MCC** Rate the maximum amount of tax credit is \$2,000.00 per year.*

