

HOMESAVER AND LIFELINE ONLY

MARYLAND DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT

**COMMUNITY DEVELOPMENT ADMINISTRATION
SINGLE FAMILY BOND PROGRAM**

BORROWER'S AFFIDAVIT

TO REFINANCE A SUBPRIME LOAN

Instructions to Lender.

Use this form to apply for a mortgage loan to refinance a single-family residence. Do not use for home improvement loans, rehabilitation loans, Special Purpose Investment Fund ("SPIF") loans, or Maryland Mortgage Program loans. Do not use after December 31, 2010 unless approved by CDA.

Instructions to Borrower.

- Check true statements and fill in blanks.
 - Attach additional information as necessary.
 - If you need help, ask your lender.
 - Answer all questions accurately and completely.
 - You are receiving a loan that will be financed by the Maryland Community Development Administration ("CDA"). The Lender and CDA must rely on your statements in this affidavit to assure that you qualify for this loan.
-
- **False or incomplete answers may cause default and foreclosure on your mortgage.**
 - **IT IS A FEDERAL OFFENSE PUNISHABLE BY A MAXIMUM OF A \$1,000,000 FINE, THIRTY YEARS IMPRISONMENT, OR BOTH, KNOWINGLY TO MAKE A FALSE STATEMENT IN THIS AFFIDAVIT (TITLE 18 UNITED STATES CODE, SECTION 1014).**

MARYLAND DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT

**COMMUNITY DEVELOPMENT ADMINISTRATION
SINGLE FAMILY BOND PROGRAM**

BORROWER'S AFFIDAVIT

A. Borrower

	<u>Borrower</u>	<u>Co-Borrower</u>
Full Name:	_____	_____
Current address:	_____	_____
	_____	_____
Daytime telephone:	_____	_____

B. Location of Residence

We want to use the Maryland Mortgage Program to refinance the loan(s) on the following residence (the "Residence"):

Address:

County: _____
[or check here _____ for Baltimore City]

C. Occupants

Total Number of residents (household members) _____

Identify all persons who will live in the Residence:

	<u>Name</u>	<u>Age</u>	<u>Relationship (if any)</u>
Borrower	_____	_____	_____
Co-Borrower	_____	_____	_____
Other Occupants	_____	_____	_____
	_____	_____	_____

D. Use of Residence

[Check if true:]

1. _____ We occupy the Residence as our principal residence (our home).
2. _____ We will not use the Residence in any business, including a home office or a child day care business. *If you intend to use any portion of the Residence in a business, **please check here** _____ and obtain and fill out an "Additional Buyers Affidavit Relating to Business Use of Residence" (Attachment N) obtained from your lender.*
3. _____ We will not lease any portion of the Residence to any other person.
4. _____ If the Residence includes a yard or other land as may be appropriate for basic livability, we will not use the land in any agricultural, nursery or landscaping business.
5. _____ The Residence is a permanent building, either conventional construction or a prefabricated or manufactured housing (double-wide mobile home) on a permanent foundation that meets requirements of Program. It is not a cooperative or an investment property.
6. _____ The Residence is a single-family residence.

E. Use of Mortgage Proceeds

- *Please attach a copy of the existing mortgage (including the Note and Deed of Trust). CDA will review it to determine eligibility for refinancing under its program to refinance subprime mortgage loans.*

[Check if true:]

7. _____ We will use the proceeds of our mortgage to refinance the loan(s) on the Residence.

[INTENTIONALLY LEFT BLANK]

F. Annual Household Income

- *Include all income, whether or not subject to income tax, of the borrowers and other occupants of the Residence, and whether or not you wish to depend on it for evaluation of your credit.*
- *Our annual gross income at the present time is as follows:*

<u>Item</u>	<u>Borrower</u>	<u>Co-Borrower</u>	<u>Other Occupant of the Residence</u>
8. Salary - state your annual income based on present salary. Do not deduct withholding taxes.	\$ _____	\$ _____	\$ _____
9. Overtime, bonuses, part-time job, self-employment	_____	_____	_____
10. Alimony, child support, public assistance, sick pay, unemployment compensation	_____	_____	_____
11. Pension and social security	_____	_____	_____
12. Interest, dividends or other investment income or trust income	_____	_____	_____
13. Income from rental of property or business activities	_____	_____	_____
14. Other income Description:	_____	_____	_____
15. Total gross annual income	\$ _____	\$ _____	\$ _____

G. Ownership of Other Real Estate

[Check if true:]

16. _____ I [We] do not own any interest in any land, building, houses, or other real property, except as follows:
- a. _____ I[We] own an interest in a cemetery plot;

H. Appraisal

17. The market value of the Residence, as determined by an appraisal within the last 4 months, is \$_____.
18. _____ A true and correct copy of the appraisal is attached to this affidavit.

[Check (a) or (b):]

19. _____ The Residence is a completed residential unit. "Completed" means suitable for occupancy without the need for additional construction or improvement. Plans for minor repairs or redecorating do not mean the Residence is not completed.

[Check if true:]

20. _____ The land is subject to a ground lease. *[If true, please attach a description of the ground lease, including the amount of the payments.]*

I. Assets

21. _____ The assets disclosed on the Fannie Mae Form 1003/Freddie Mac Form 65 Application are the total assets of all borrowers.

J. Affidavit

- **False or incomplete answers may cause default and foreclosure on your mortgage.**
- **IT IS A FEDERAL OFFENSE PUNISHABLE BY A MAXIMUM OF A \$1,000,000 FINE, THIRTY YEARS IMPRISONMENT, OR BOTH, KNOWINGLY TO MAKE A FALSE STATEMENT IN THIS AFFIDAVIT (TITLE 18 UNITED STATES CODE, SECTION 1014).**

We [I] solemnly affirm under penalties of perjury and upon personal knowledge that the contents of the affidavit are true. We understand that we must re-execute a confirming affidavit at closing.

BORROWER (Date)

CO-BORROWER (Date)

INTENTIONALLY LEFT BLANK

LENDER MUST COMPLETE THE FOLLOWING.

A. Check here if true:

_____ The Residence is located in a targeted area.

B. Calculate Total Market Value:

(1) Appraised value \$ _____

(2) Capitalized ground rent¹ + \$ _____

TOTAL MARKET VALUE \$ _____

LENDER

By: _____

Name: _____

Title: _____

¹ Monthly ground rent multiplied by ground rent factor