

Downpayment and Closing Cost Loans (continued)

Requirements for all downpayment/closing cost loan options:

- Borrower must contribute \$1,000, or 1% of the purchase price, whichever is less.
- Borrower(s) may receive only one Minnesota Housing downpayment and closing cost loan. Loans may be combined with other non-Minnesota Housing Community Seconds®.

Find out more about Minnesota Housing loan programs:

Start Up *First-time homebuyer loans*

Step Up *Non-first-time homebuyer loans*

Fix Up *Home improvement loans*

Minnesota Housing finances affordable housing for low- and moderate-income households while fostering strong communities.



Ready to become a homeowner?

We can help.

Start Up *First-time homebuyer loans*



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Start Up *First-time homebuyer loans from Minnesota Housing*

Minnesota Housing has been helping homebuyers finance homes for more than 40 years. We partner with a statewide network of approved lenders to offer safe and affordable home loans.

Why choose Minnesota Housing?

- Affordable interest rates
- Downpayment and closing cost loans for eligible borrowers
- Statewide network of experienced lending partners

To be eligible, you must:

- Be a first-time homebuyer (or have not owned a home in three years)
- Be credit qualified with a minimum credit score of 640
- Meet program requirements for income and home cost limits
- Qualify for an FHA, FHA Streamlined 203k, RD, VA, Conventional Fannie Mae HFA Preferred™, or Conventional Fannie Mae HFA Preferred Risk Sharing™ loan



Next steps:

- Visit www.mnhousing.gov to find a participating lender near you.
- Attend a homebuyer education course as it may be required for some programs. To find a course, contact the Minnesota Home Ownership Center at www.hocmn.org.

Current Income Limits*			
Household	11-county metro area	Rochester MSA	Balance of state
1-2 Person	\$83,900	\$81,300	\$73,900
3 Person +	\$96,485	\$93,495	\$84,985

*Subject to change

Home Cost Limits		
Property Location:	11-county metro	Balance of state
	\$298,125	\$237,031

Interest rates

Minnesota Housing offers affordable interest rates for our loan programs. Current interest rates can be found at www.mnhousing.gov and are subject to change.



Downpayment and Closing Cost Loans

Eligible Start Up borrowers have access to one of three Minnesota Housing downpayment and closing cost loan options:

Key Features	Monthly Payment Loan	Deferred Payment Loan	HOME HELP Loan
Loan Amount	Up to 5% of the purchase price, or \$5,000, whichever is greater	Up to 5% of the purchase price, or \$4,500, whichever is less	Up to \$10,000 (HOME HELP calculator available on website)
Loan Term	10-year term	Equal to first mortgage term	Equal to first mortgage term
Repayment	Fully amortized loan with monthly payments	Deferred payment repaid upon satisfaction of first mortgage	Deferred payment, 50% of the loan forgiven after sixth year of owner-occupancy. 50% repaid at end of loan term
Interest Rate	Equal to first mortgage rate	Interest-free	Interest-free
Income Limits	Monthly Payments Loan income limits (see website)	Deferred Payment Loan income limits (see website)	HOME HELP Loan Income limits (see website)
Post-Closing Liquid Asset Limit	None	\$8,000 or 8 months PITI, whichever is greater	\$8,000 or 8 months PITI, whichever is greater



Find a lender near you at www.mnhousing.gov