

The MCC Solution

Are you ready for a place of your own? A larger yard where the kids can roam?

Mortgage Credit Certificates can help. An MCC reduces the amount of federal income tax you pay, giving you more available income to qualify for a mortgage loan.

MCCs are NOT mortgages. They are tax credits that put extra cash in your pocket each month, so that you can more easily afford a house payment. That means fewer tax dollars will be withheld from your regular paycheck, increasing your take-home pay.

With an MCC from the Texas State Affordable Housing Corporation, you'll get a direct dollar-for-dollar reduction in your federal taxes worth 35 percent of the interest you pay on your mortgage each year. You can still claim the remaining 65 percent of the interest as a tax deduction.

For additional information, please contact us:

www.fschoosing.com

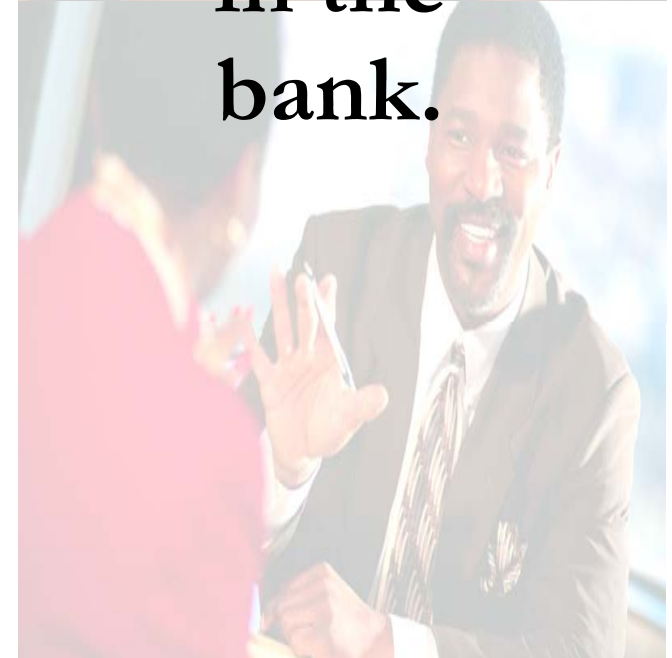
214-953-4122



Texas State Affordable Housing Corporation

Mortgage Credit Certificate Program

**It's like
money
in the
bank.**



How MCCs Work

The tax credit provided by the MCC simply helps you increase your disposable income to qualify for a loan and meet mortgage obligations. The MCC is valid for the life of your loan as long as you live in the home.

The federal government allows every homeowner an income tax deduction for all the interest paid each year on a mortgage loan. But an MCC gives you a tax credit of 35 percent. A tax credit is not the same as a tax deduction. Here's the difference: A tax deduction reduces the portion of your income that is taxed, so you pay less. A tax credit is a reduction in the final total of taxes you owe.

Suppose you apply for a mortgage loan of \$100,000. With a 30-year loan at a 6 percent interest rate, you would pay \$6,000 in interest the first year. Thirty-five percent of that amount, or \$2,100. However, the maximum annual credit allowable is \$2,000. Thus the 35 percent tax credit means an additional \$166.67 per month in take home pay, making your mortgage more affordable.

Who Can Apply

You may benefit from this program if you are:

- Of a specific group:
 - A household whose annual income does not exceed 80% AMFI
 - A full-time Texas classroom teacher, teacher's aide, school librarian, school nurse, school counselor, or an allied health or nursing faculty member.
 - A full-time paid fire fighter, peace officer, corrections officer, juvenile corrections officer, county jailer, EMS personnel, or public security officer, working in the State of Texas.
- A first-time homebuyer or have not had an ownership interest in any principal residence during the last three years or purchasing a home in a targeted area or is a Qualified Veteran;
- Reside in Texas;
- Meet the income and home purchase price limits;
- Meet standard mortgage underwriting requirements demonstrating credit worthiness; and
- Occupy the purchased home as their primary residence.

You'll need a sales contract with a legal description of the property, a \$100 nonrefundable application fee.

How to Apply

Applications are accepted on a first-come, first-served basis. MCCs are available with mortgages of any type, term or rate except you cannot use a tax-exempt bond program or a Veterans Land Board loan.

Please call us at 214-953-4122 for additional information regarding this program.