



Movin' Out Affordable Housing Program (AHP) Down Payment Loan Fact Sheet

What is the Movin' Out AHP Down Payment Loan?

Our AHP down payment loan is a forgivable, deferred, zero % interest, secured loan. It can be used for down payment and closing cost assistance. There are no monthly payments. The loan is forgiven after 5 years.

Who is eligible for this loan

Individuals or families purchasing a home must:

1. Have household income under 60% county median income.
2. Have a family member with a permanent disability.
3. First time home-buyer (this can include some previous home owners: check with Movin' Out

How are loans provided?

Current funding is available on a statewide basis. M&I Bank originates a deferred, forgivable, secured mortgage and note. The source of funds is the Federal Home Loan Bank Chicago. Any lender can originate the first mortgage. Loans are made available on a first-come, first-served basis and will be reserved at the beginning of the lending process to ensure that they are available at closing.

Are there repayment terms for this loan?

The loan is deferred: no monthly payments. The loan is forgiven—it doesn't need to be paid back—if the owner continues to reside in the home for at least five years. 1/60th of the loan is forgiven each month so that after five years of residence, the loan is completely forgiven.

Can the loan be used with other down payment assistance?

Yes. The program can be used with a household's personal resources and other home buyer assistance programs, such as American Dream, HCRI, CDBG, and HOME, administered by local community based organizations, housing authorities or municipalities. This loan cannot be used with other loan programs funded by the Federal Home Loan Bank, such as the Down Payment Plus program or other AHP programs.

What else is required to qualify for a loan?

In addition to the program's income guidelines and the requirement that at least one household member have a permanent cognitive, mental or physical disability, Movin' Out requires the following:

1. The applicant participates in home buyer education provided by Movin' Out or another agency.
2. If the home buyer has a guardian, there must be written court permission for the purchase of the home.
3. The applicant has the continuing involvement of support services, if needed, to assure long-term success in home ownership.
4. First mortgage terms should include a fixed rate at no more than two percentage points above current WHEDA rate. The lender should not charge more than one origination/discount point.
5. Home buyer can contribute 1% of purchase price as down payment and closing costs.

How does an applicant get started?

Review the information on this fact sheet and on our webpage, www.movin-out.org

Contact Movin' Out, Inc. for information and intake interview.

- Our e-mail is: **info@movin-out.org**
- Reach us by phone: **608/251-4446 x7**
- Applicants may use our toll free number: **877/861-6746 x7**
- Leave information at extension 7 and a housing counselor will return your call within two days.
- Plan to close **no earlier than a month** following notification of your AHP reservation.