

NOTICE OF CANCELLATION OF RECAPTURE TAX
House Key Program
Washington State Housing Finance Commission

This notice must be provided to the Borrower on the Mortgage Lender's letterhead if the Mortgage Lender does not sell the Mortgage Loan to the Commission.

NOTICE OF CANCELLATION OF RECAPTURE TAX

Dear

As part of your application for a Mortgage Loan under the Washington State Housing Finance Commission's House Key Program, you executed certain documents acknowledging the potential applicability of a Recapture Tax on the sale or disposition of your home. Such Recapture Tax provisions are only applicable when the properties are financed through the proceeds of tax-exempt mortgage revenue bonds.

Because your loan reservation under this Program has been either canceled, rejected or withdrawn, Recapture Tax provisions, as previously disclosed to you, are no longer applicable. This shall serve as your notice of cancellation of Recapture Tax applicability pursuant to the requirements of the IRS Code. Should your application under the Program be initiated or reinstated, then the Recapture Tax provisions will again apply.

Signed,

