

MORTGAGE CREDIT CERTIFICATE PROGRAM
Washington State Housing Finance Commission

APPLICATION RECAPTURE PROVISION
NOTICE OF POTENTIAL RECAPTURE TAX ON SALE OF HOME

(To be signed at time of MCC application)

You may be receiving a mortgage credit certificate with your mortgage loan, and may therefore be receiving the benefit of a credit against your federal income taxes. If you sell or otherwise dispose of your home during the next nine years, this benefit may be "recaptured". The recapture is accomplished by an increase in your federal income tax for the year in which you sell your home. *The recapture only applies, however, if you sell your home at a gain and if your income increases above specified levels.*

You may wish to consult a tax advisor or the local office of the Internal Revenue Service at the time you sell your home to determine the amount, if any, of the recapture tax. Within 90 days of the date of your loan closing, you will be given additional information that will be needed to calculate the recapture tax.

ACKNOWLEDGEMENT OF THE MCC APPLICATION RECAPTURE PROVISION
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The undersigned Borrower(s), _____ (and) _____ ,
having been first duly sworn, does (do) hereby acknowledge that he/she/they have received, read, and understand(s) the contents of the Washington State Housing Finance Commission MCC Application Recapture Notice.

SIGNED:

Date: _____

Date: _____

STATE OF WASHINGTON)
) ss.
COUNTY OF _____)

On this _____ day of _____ , 20____ , before me, a notary public for the State of Washington, personally appeared _____ , known to me to be the person(s) whose name(s) is/are subscribed to the within instrument, and acknowledged to me that he executed the same.

In witness whereof, I have hereunto set my hand and affixed my notarial seal on the day and year first-above written.

(Reserved for Notarial Seal)

Notary Public for the State of Washington
Printed Name _____
Residing at _____
My Commission expires: _____