

MORTGAGE CREDIT CERTIFICATE PROGRAM
Washington State Housing Finance Commission

MCC TAX CREDIT WORKSHEET

(To be completed at time of MCC application)

Loan officer completes this section to determine MCC Applicant's 20% tax credit.

1. Enter the mortgage loan amount.	\$ _____
2. Enter the interest rate.	_____ %
3. Establish the first year's interest by amortizing the loan for one year.	\$ _____
4. Mortgage credit certificate rate	_____ x 20%
5. Calculate the tax credit by multiplying 20% (0.2) by the first year's interest on line 3	\$ _____
	_____ ÷ 12
6. Calculate the monthly benefit by dividing the tax credit (line 5) by 12 months.	\$ _____

Example for completing Lender's MCC Worksheet

1. Enter the mortgage loan amount.	\$ <u>200,000</u>
2. Enter the interest rate.	<u>6.0</u> %
3. Establish the first year's interest by amortizing the loan for one year.	\$ <u>12,000</u>
4. Mortgage credit certificate rate	_____ x 20%
5. Calculate the tax credit by multiplying 20% (0.2) by the first year's interest in line 3	\$ <u>2,400</u>
	_____ ÷ 12
6. Calculate the monthly benefit by dividing the tax credit (line 5) by 12 months.	\$ <u>200</u>