

Form RD 1944-59
(Rev. 04-07)

UNITED STATES DEPARTMENT OF AGRICULTURE
RURAL HOUSING SERVICE

CERTIFICATE OF ELIGIBILITY

This is to certify that (1) has been determined eligible for Rural Housing Service (RHS) financing for the purchase of a modest single family home. Eligibility is based on income and financial information that will be reevaluated within 90 days of loan approval and closing. Loan approval and closing are subject to the continued eligibility of the applicant, eligibility of the property, first-time homebuyer's completion of an approved homeownership education course, and the availability of loan funds. Changes in the household's income or the applicant's debt obligations must be reported to RHS and may affect the applicant's eligibility and loan qualification amount.

RHS has determined the applicant qualifies for a loan to purchase a home in (2) County, up to the amount of \$ (3) based on a down payment of \$ (4), estimated annual real estate taxes of \$ (5), and insurance of \$ (6).

The following is a breakdown of the applicant's loan qualification amount. When applicable, the applicant will be asked to supplement Agency financing with funding through a private lender, a State/local government, or a nonprofit organization. Changes in any qualification variable (property location, real estate taxes, insurance, loan term/rate, etc.) may impact the applicant's loan qualification amount.

| Funding Source | Funding Amt | Term (Yrs.) | Interest Rate |
|----------------|-------------|-------------|---------------|
| 1. RHS | | | |
| 2. | | | |
| 3. | | | |
| 4. | | | |
| 5. | | | |
| 6. | | | |

TOTAL FUNDING AMOUNT:

The RHS interest rate noted above is the full note rate in effect as of the date of this certificate. This rate is not locked in and is subject to change on the 1st of each month. You may be eligible for a subsidy that reduces the interest rate charged against the RHS loan. This payment subsidy is not a grant and is subject to recapture.

- (7) is subject to completion of homeownership education.
- is not subject to completion of homeownership education.

This eligibility certificate expires on (7).

The application will be withdrawn when all extensions to this certificate have been exhausted.

(8) (9)

Date Loan Approval Official (10)

The following information should be submitted to RHS at _____

Telephone: _____
(11) Fax Number: _____

FOR ALL PROPERTIES:

- Option to purchase or sales agreement - 2 copies
- Copy of deed or legal description
- Copy of any existing survey or plot plan drawn to scale
- Direction map to property
- Copy of tax assessment information sheet

FOR EXISTING DWELLINGS:

List of necessary repairs and cost estimates

FOR NEW CONSTRUCTION:

Certified plans, specifications, and cost estimates

The Federal Equal Credit Opportunity Act prohibits creditors from discriminating against credit applicants on the basis of race, color, religion, national origin, sex, marital status, disability, age (provided the applicant has the capacity to enter into a binding contract); because all or part of the applicant's income derives from any public assistance program; or because the applicant has in good faith exercised any right under the Consumer Credit Protection Act. The federal agency that administers compliance with this law concerning this creditor is the Federal Trade Commission. If a person believes he or she was denied assistance in violation of this law, they should contact the Federal Trade Commission, Washington, D.C. 20580.

(see reverse)

- PROCEDURE FOR PREPARATION : HB-1-3550 and HB-2-3550.
- PREPARED BY : System generated by authorized loan origination office personnel.
- NUMBER OF COPIES : Original and one copy.
- SIGNATURES REQUIRED : Loan approval official.
- DISTRIBUTION OF COPIES : Original to applicant, copy to case file.

INSTRUCTIONS FOR PREPARATION

- (1) Insert name of applicant(s).
- (2) Insert name of county within RHS loan approval's jurisdiction.
- (3) Insert the amount of loan for which the applicant qualifies based on the ratios and repayment ability. This amount cannot exceed the maximum loan amount, less any required down payment.
- (4) Insert required amount of down payment.
- (5) Insert estimated amount of annual real estate taxes.
- (6) Insert estimated amount of annual insurance.
- (7) *Insert 45 days from the date signed by the RHS loan approval official for non-leveraged loans and 60 days for leveraged loans. Check the appropriate box. A first-time homebuyer is subject to completion of homeownership education unless they have documentation of completion of acceptable homeownership education.
- (8) Insert the date signed by the RHS loan approval official.
- (9) The loan approval official must sign.
- (10) Insert the field office address, telephone number, and Fax number.
- (11) Insert any additional items needed.

*System will prompt user at end of 45 day period or 60 day period (whichever is applicable) and will generate two additional forms with 30 day periods if prompted to do so by user.