

USDA-RD
Form RD 1980-14
(Rev. 5-95)

INTEREST ASSISTANCE SHARED EQUITY DETERMINATION

Borrower Name _____ Case Number _____
 Lender payoff date _____ Date of loan closing _____
 Months loan outstanding _____ Total Interest Assistance Paid _____
 Average Interest Rate Paid by Borrower _____
 Factor from Table _____

STEP 1 Calculation of the Distribution of Funds

1.	Market value	\$ _____
2.	(less) prior liens	\$ _____
3.	Balance	\$ _____
4.	(less) Unpaid balance Rural Housing and Community Development Service Guaranteed loan(s) ...	\$ _____
5.	Balance	\$ _____
6.	(less) Sales/refinancing expense	\$ _____
7.	Balance	\$ _____
8.	(less) Principal reduction	\$ _____
9.	Balance	\$ _____
10.	(less) Original borrower equity	\$ _____
11.	Balance	\$ _____
12.	(less) Value of capital improvements	\$ _____
13.	Value appreciation	\$ _____

STEP 2 Calculation of shared equity due Rural Development

If there is no value appreciation (line 13) there is no shared equity due Rural Development.
 If there is value appreciation (line 13) select 1 or 2 to compute shared equity.

1. If guarantee prior to _____, compute as follows:
 \$ _____ x _____ table factor - _____ % original equity = \$ _____
 (Line 13)

AMOUNT DUE is the lesser of the amount or interest assistance received \$ _____

2. If guarantee on or after _____, compute as follows:
 Line 13 \$ _____ x 50% = \$ _____

AMOUNT DUE equals the lesser of this amount or interest assistance received \$ _____

INSTRUCTION FOR PREPARATION

Completion of the Interest Assistance Shared Equity Determination form is self explanatory in content. Rural Housing and Community Development Service personnel will complete the requested information in the appropriate sections of the form. Information will be collected from the borrower, lender, Finance Office and Agency documents in the borrower's case file.

Refer to RD Instruction 1980-D, section 1980.391 and Form RD 1980-12, "Master Interest Assistance and Shared Equity Agreement with Promissory Note" for additional guidance.

PROCEDURE FOR PREPARATION : RD Instruction 1980-D.

PREPARED BY : County Supervisor.

NUMBER OF COPIES : Agency Official.

SIGNATURES REQUIRED : Lender, borrower and Agency approval official.

DISTRIBUTION OF COPIES : Copy retained in the borrower's case file attached to Form RD 1980-12, "Master Interest Assistance and Recapture Agreement with Promissory Note".