



LARRY HOGAN
Governor

BOYD K. RUTHERFORD
Lt. Governor

Kenneth C. Holt
Secretary

January 19, 2017

Directive 2017-02

TO: ALL PARTICIPATING LENDERS

SUBJECT: ANNOUNCING THE MARYLAND MORTGAGE GRANT ASSIST PROGRAM

We are pleased to announce that effective today; January 19, 2017 the Maryland Mortgage Program is offering the **Maryland Mortgage Grant Assist Program**. Grant Assist offers homebuyers closing cost assistance in the form of a 4% grant of the first loan amount.

- Grant funds must be used exclusively for closing costs of the mortgage loan/home purchase. Grant funds **may not be used for down payment or combined with any down payment assistance products offered by CDA.**
- The grant must always equal 4% and no higher or lower percentages are allowed.
- If the grant exceeds closing costs the excess will be applied as a principal curtailment.
- Employers, builders, developers, non-profits or other contributors may offer additional assistance; however, the Partner Match Program is not available and the assistance will not be matched by the Department.

Please refer to the Fact Sheet for additional details:

mmp.maryland.gov/Lenders/Documents/GrantAssistFactSheet.pdf

The new bond series/program codes are:

Bond Series 961

369 - GRANT ASSIST GOVT
371 - GRANT ASSIST CONV

Bond Series 706

644 - MCC + GRANT ASSIST GOVT
645 - MCC + GRANT ASSIST CONV



As always, we appreciate your continued participation in our programs.

If you have any questions concerning this Directive or suggestions for improvements, please email **singlefamilyhousing.dhcd@maryland.gov**.

Sincerely,

Karl Metzgar

Karl Metzgar
Assistant Director / Operations Manager
Single Family Housing

