



MARTIN O'MALLEY
Governor

ANTHONY G. BROWN
Lt. Governor

RAYMOND A. SKINNER
Secretary

CLARENCE J. SNUGGS
Deputy Secretary

May 30, 2014

Directive 2014-21

TO: **ALL LENDERS**

SUBJECT: **THE MARYLAND HOMECREDIT PROGRAM OPENS JUNE 1, 2014**

This is a reminder of the announcement delivered in Directive 2014-19 (dated 5/8/14) that a mortgage credit certificate (MCC) may be reserved under the Maryland HomeCredit Program (MHCP) effective June 1, 2014. Under the MHCP, the Community Development Administration (CDA) will issue MCCs to eligible borrowers pursuant to Section 25 of the Internal Revenue Code. Only lenders that have been approved and activated by CDA for the MHCP can now reserve MCCs with or without a Maryland Mortgage Program first mortgage loan.

For more details on the MHCP, please refer to Directive 2014-19, the attached MHCP Fact Sheet or visit the MHCP website at <http://mmp.maryland.gov/Pages/MDHomeCredit.aspx>. To view the list of Lenders approved to participate in the program, visit <http://mmp.maryland.gov/Pages/MDHomeCredit-Lenders.aspx>

Maryland Mortgage Program (MMP) lenders need to ensure that they make the MCC reservations on the same day they reserve the MMP loans in order for CDA to link the two programs. The MHCP is also available with our Regional Specials; refer to Directive 2014-20 for information on the Southern Maryland Regional Special. Stay tuned for more Regional Specials this summer!

However, an MCC may not be used in conjunction with a loan financed from the proceeds of a sale of tax-exempt mortgage revenue bonds or one of the following:

- Any refinance loan;
- A DHCD-owned Foreclosure Program (REO) or First Look Program Loan. This restriction applies only for the month of June when the lower interest rate is offered on the REO and First Look Programs.



The program codes assigned to the MHCP in Lender Online are:

Bond Series: 908 (**All Lenders**)
Program Code: 601-MCC ONLY 30 YR (6/2014)

Bond Series: 909 (**All Lenders**)
Program Code: 605-MBS GOV'T OPT 30YR+MCC 6/2014)
606-MBS 95%OR<LTV CONV OPT 30 YR +MCC (6/2014)

Bond Series: 921 (**For Lenders who are required to have conventional files underwritten by US Bank**)
Program Code: 610-MBS >95% LTV CONV OPT 30 YR +MCC (6/2014)

Bond Series: 922 (**For Lenders who are not required to have conventional files underwritten by US Bank**)
Program Code: 615-MBS >95% LTV CONV OPT 30 YR +MCC (6/2014)

Included with this Directive are the following documents:

- MHCP Fact Sheet
- Seller's Affidavit (04/28/14)
- Seller's Confirming Affidavit (04/28/14)
- Buyer's Affidavit (04/28/14)
- Buyer's Confirming Affidavit (04/28/14)
- Pre-Closing Compliance Checklist (06/01/14)
- Post-Closing Compliance Checklist (06/01/14)
- Recapture Tax Notice (05/06/14)
- Attachment R (06/01/14)

As always, we appreciate your continued participation in our programs. If you have any questions concerning this Directive or suggestions for improvements, please contact one of our Single Family Housing liaisons: Vicki Jones at jonesv@mdhousing.org and Ed Anthony at anthony@mdhousing.org or one of our Single Family Housing underwriters: Astrid Donis at donis@mdhousing.org, Jack Rouse at rouse@mdhousing.org, Pat Smith at smithp@mdhousing.org, Catherine Kraemer-Dale at kraemer-dale@mdhousing.org or Bill Milko at milko@mdhousing.org.

Sincerely,
Jacquelyn Mitchell
Jacquelyn Mitchell, Operations Manager
Single Family Housing

Enclosures