AFFIDAVIT
ADDITIONAL TO RESIDENTIAL LOAN APPLICATION
Residential Loan Program
Oregon Housing and Community Services Department
State of Oregon

The undersigned, being first duly sworn, deprecate and say:

1. That the information on the Residential Loan Application is true and accurate.

2. That the Single-Family Residence to be purchased is located in the State of Oregon and will be used as my/our personal principal residence, beginning not later than 30 days after the Program Loan is made. The Single-Family Residence will not be purchased primarily for investment purposes, or for temporary residence purposes as a recreational or other seasonal or secondary residence.

That no more than 15% of the total living area of the Single-Family Residence will be used in a trade or business conducted on any part of the land or improvements (i.e., use which would qualify for a deduction for expenses for federal income tax purposes under Section 280A of the Internal Revenue Code). The property on which the residence is located is not suitable for subdivision for other residential or commercial uses, or to provide income, other than incidentally.

3. That I/we will not rent, or sell on contract or by lease option the Single-Family Residence to be purchased with the Program Loan at any time during the term of the mortgage.

4. That I/we have not had an ownership interest, either alone or with others, in a Principal Residence at any time during the previous three years.

- Veteran exception: The Veteran’s Exemption gives those who served a chance to save. If you served in active duty and were honorably discharged as evidenced by Form DD-214, and you have not previously had a mortgage financed through a mortgage revenue bond program or a mortgage credit certificate program in any state, you have a one-time exemption from the first time homebuyer requirement. You must still meet the applicable acquisition and income limit requirements of a non-targeted area unless purchasing in a targeted area census tract. Please sign additional attached Affidavit VA

5. That I/we have provided with this application true, correct and complete copies of my federal income tax returns, including all attachments filed with the Internal Revenue Service for the last three years (for the last year only, if purchasing a residence in a Targeted Area. If copies of my federal income tax return for each of the required years are not attached, either I/we was/were not required to file a federal income tax return for such year or I/we have completed Form 4506 of the Internal Revenue Service requesting a copy of such form or a notification that Form 1040A or 1040EZ was filed for such year. The information requested will not, upon receipt, indicate that a deduction has been claimed for taxes or interest with respect to property which was a principal residence.

NOTE: If a 1040A or 1040EZ was filed, a printout from the IRS, in lieu of filing Form 4506, will be acceptable.

6. That any other residential property I/we own will be sold by the time of closing the Program Loan.

7. That I/we am/are currently a resident of the State of Oregon, or will be within 30 days of loan closing, and am/are now a United States citizen or alien admitted for permanent residency.

8. That the purchase price (Acquisition Cost) of the Single-Family Residence does not exceed the purchase price limit established for the Program for the property, as of the date this document is signed. The Acquisition Cost Affidavit prescribed by the Oregon Housing and Community Services Department, State of Oregon, will be executed by me/us and the seller(s) at the time of closing and the statements therein will be true, accurate and complete.

9. That the total of the gross annualized income from any source and before taxes and withholding of all persons age 18 years or older who will reside in the Single-Family Residence shall not exceed the income limit established for the Program as of the date of this document is signed and as of the date the loan is closed.
10. I/we understand that I/we may be subject to an income tax surcharge if I/we dispose of the Residence financed during the first 9 years after closing. This is further explained in the Notice to Borrowers Regarding Application of Recapture Provision, which I/we will execute on or before loan closing.

11. I/we understand and agree that the provisions and the interest rate set forth in the Note shall be in effect only if this loan is purchased by Oregon Housing and Community Services Department or its assigns. If for any reason the Department or its assigns do not purchase the loan or if such purchase is rescinded, then the above provisions shall cease to be effective and the interest rate may be increased. The exact increase will be disclosed when the Note, Deed of Trust, Addendum to Deed of Trust, and other closing documents are executed.

I/we fully understand that each of the above statements and the information on the Residential Loan Application is material to obtaining a Program Loan and declare under penalty of perjury, which is a felony offense, that the above statements are true and accurate.

IN WITNESS WHEREOF, I hereunto set my hand this ______ day of ________________________________.

NOTE: This form must be signed by borrower and co-borrower(s).

Borrower

Co-Borrower

State of Oregon

County of __________________________

Subscribed and sworn to before me this ______ day of ________________________________

by _____________________________________________.

Notary Public in and for said County and State

My Commission expires: ________________________________