

Homebuyer Agreement – DPA Loan Program

This Agreement is made and entered into on _____ in furtherance of the requirements of the Federal HOME Investment Partnerships (HOME) Program by and between the Dakota County CDA, hereinafter referred to as the "Lender", and _____, hereinafter referred to as the "Homebuyer(s)".

Whereas, the Homebuyer(s) understands that the funding used to acquire the property located at _____, herein after referred to as the "Property", is provided to Dakota County through the US Department of Housing and Urban Development.

It is agreed that the Homebuyer(s) fully understands the following requirements of the DPA Loan Program and that the Homebuyer(s) further agrees to all said requirements:

1. The Homebuyer(s) understands that the DPA Loan requires that the Property be the primary residence of the Homebuyer(s) for the duration of the life of the loan.
2. The Homebuyer(s) understands that the DPA Loan is a zero interest deferred loan totaling \$ _____ to assist with the purchase of the Property.
3. Federal or Local funds were used for the following expenses related to the acquisition of the Property: (check all that apply)

<input type="checkbox"/> New Construction	<input type="checkbox"/> Rehabilitation	<input type="checkbox"/> Reconstruction
<input type="checkbox"/> Conversion	<input type="checkbox"/> Site Improvements	<input type="checkbox"/> Acquisition of Property
<input type="checkbox"/> Demolition	<input type="checkbox"/> Refinancing	<input type="checkbox"/> Acquisition of Vacant Land
<input type="checkbox"/> Relocation Costs	<input type="checkbox"/> Project Soft Costs	<input checked="" type="checkbox"/> Down Payment Assistance
<input checked="" type="checkbox"/> Closing Costs		
4. Homebuyer(s) understands that the purchase price of the Property cannot exceed \$276,683.
5. Homebuyer(s) must complete the purchase of the Property within 6 months of the completion of the Section 8 Part 5 income determination.
6. Homebuyer(s) understands that loans provided under the DPA Loan Program are considered special mortgages under the terms of Minnesota Statute 58.13 and must receive counseling prior to any refinancing.
7. Homebuyer(s) understands that the DPA Loan is a zero interest deferred loan and must be repaid when the home is sold, refinanced, no longer the primary residence of the Homebuyer(s), or when the first mortgage is paid in full.
8. Homebuyer(s) understands that the Lender will not subordinate for any reason.

IN WITNESS WHEREOF, the Lender and the Homebuyer(s) have executed this agreement on the dates indicated below.

For the Lender (Dakota County CDA):

Homebuyer(s):

Date

Date

Its: _____

Date