



Housing and Community Development Division • 200 Georgia Street • Vallejo • CA • 94590 • 707.648.4507

## City of Vallejo Mortgage Assistance Program Mortgage Assistance Program Guidelines

The City of Vallejo provides gap lending to first time homebuyers for the purchase of properties located within the city of limits of Vallejo. A first time homebuyer is defined as a person who has never owned a home before, or has not owned a home for at least three years.

1. A maximum loan of twenty percent of the sales price (up to \$40,000.00) at or below 80 percent of the area median income, (*see the Program Eligibility Guidelines chart below*).
2. Borrower must put a minimum of 1.5 percent of their own funds down, and have remaining liquid assets of no more than \$25,000.00.
3. Borrower's debt to income ratio may be no higher than 38 percent.
4. Loans will be amortized or deferred over a 30 year term.
5. In addition, a grant of up to three percent of the sales price for non-recurring closing costs is available in tandem with the loan.
6. If the house was built prior to January 1, 1978 a lead based paint inspection will be required. If the inspection shows that there is lead based paint that has been disturbed, it must be encapsulated and a clearance report must be submitted.
7. Borrowers must complete a Homebuyer Education class conducted by a HUD Certified Counseling Agency.

### Mortgage Assistance Program Eligibility Guidelines

Fiscal Year 2017 Income Limits for Solano County:

| Number in Household          | 1        | 2        | 3        | 4        | 5        | 6        | 7        | 8        |
|------------------------------|----------|----------|----------|----------|----------|----------|----------|----------|
| <b>Maximum Annual Income</b> | \$45,050 | \$51,450 | \$57,900 | \$64,300 | \$69,450 | \$74,600 | \$79,750 | \$84,900 |

**For more information, please contact (707) 648-4507, or [housing@cityofvallejo.net](mailto:housing@cityofvallejo.net)**