

*Thinking about
buying a home?
The City wants to help!*

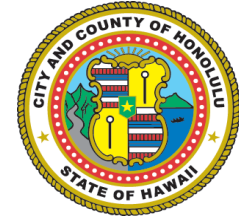
The City and County of Honolulu's Down Payment Loan Program is part of the City's efforts to promote homeownership and create a strong community. Utilizing HOME Investment Partnership Act funds from the U.S. Department of Housing and Urban Development. This program provides a zero interest loan to qualified low and moderate income families to meet down payment requirements for home purchase.



MAYOR'S MESSAGE

We are proud to provide another service to help meet our citizens' needs. This brochure outlines a program provided through our Department of Community Services that enables income-qualified homebuyers to become homeowners in our community.

Rick Blangiardi
MAYOR
MEIA



CITY AND COUNTY OF HONOLULU
DEPARTMENT OF COMMUNITY SERVICES

KA 'OIHANA LAWELAWE KAIĀULU

DOWN PAYMENT LOAN PROGRAM

Frequently Asked Questions (FAQs)

WHO MAY QUALIFY FOR THE CITY'S DOWN PAYMENT LOAN?

Prospective homebuyers who do not own a primary residential property and whose annual household incomes are under the maximum income shown below:

NUMBER IN HOUSEHOLD	ANNUAL INCOME
1	\$ 85,150
2	\$ 97,300
3	\$ 109,450
4	\$ 121,600
5	\$ 131,350
6	\$ 141,100
7	\$ 150,800
8	\$ 160,550
9	\$ 170,240
10	\$ 179,968

These income limits are subject to periodic revision.

WHAT IS THE MAXIMUM LOAN AMOUNT THE HOMEBUYER MAY BORROW?

The loan limit is \$40,000. Loans are made on a first-come first-served basis, subject to the availability of funds.

WHAT IS THE INTEREST RATE AND LOAN FEE?

The interest rate is zero percent (0%) and no loan fees.

WHAT TYPE OF PROPERTIES MAY BE PURCHASED?

The property must be a legally permitted structure, pass City Inspection, and other Federal requirements such as Lead-Based Paint for properties built before 1978 and Environmental Reviews.

WHAT WILL BE MY MONTHLY PAYMENT?

Monthly payment is amortized on a 20-year term which is equivalent to \$166.67 monthly.

IS THERE A HOME BUYER EDUCATION REQUIREMENT?

Yes, loan applicants must complete a City approved homeowner education course prior to loan approval.

ARE THERE LOAN RESTRICTIONS?

- Applicants must occupy subject property during the life of the loan.
- Upon property sale/transfer during the life of the loan, City loan must be paid in full based on annual occupancy credit.

HOW DO I APPLY?

Step 1

Inform your 1st mortgage lender that you wish to apply for the City's Down Payment Loan Program. Obtain 1st mortgage loan conditional approval.

Step 2

Your lender will submit a loan packet to City for approval.

For more information, contact our office at:

City and County of Honolulu
Rehabilitation Loan Branch
51 Merchant Street, First Floor
Honolulu, Hawaii 96813

Phone: (808) 768-7076

<https://www.honolulu.gov/dcs/dcs-cad-loan-programs-for-homeowners/>