

**TAX EXEMPT FINANCING RIDER (ADDENDUM)
(To Deed of Trust)**

IHFA LOANS HAVE RESTRICTED ASSUMABILITY

THIS TAX EXEMPT FINANCING RIDER is made this ____ day of _____, 20____, and is incorporated into and shall be deemed to amend and supplement the Deed of Trust (“Security Instrument”) of the same date given by the undersigned (“Borrower”) to secure Borrower’s Note (“Note”) to

_____ (“Lender”)

of the same date and covering the property (the “Property”) described in the Security Instrument and located at:

(Property Address)

In addition to the covenants and agreements made in the Security Instrument, Borrower and Lender further covenant and agree to amend paragraph 9 of the Model Mortgage Form, entitled “Grounds for Acceleration of Debt” by adding additional grounds for acceleration as follows:

Lender, or each of its successors or assigns as may by separate instrument assume responsibility for assuring compliance by the Borrower with the provisions of this Tax-Exempt Financing Rider, may require immediate payment in full of all sums secured by this Security Instrument if:

- (a) All or part of the Property is sold or otherwise transferred by Borrower to a purchaser or other transferee:
 - (i) Who cannot reasonably be expected to occupy the Property as his/her principal residence within a reasonable time after the sale or transfer, all as provided in Section 143(c) and (i)(2) of the Internal Revenue Code; or
 - (ii) Who has had a present ownership interest in a principal residence during any part of the three-year period ending on the date of the sale or transfer, all as provided in Section 143(d) and (i)(2) of the Internal Revenue Code [except “100 percent” shall be substituted for “95 percent or more” where the latter appears in Section 143(d)(1); or
 - (iii) At an acquisition cost which is greater than 90 percent of the average area purchase price (greater than 110 percent for targeted area residences) all as provided in Section 143(e) and (i)(2) of the Internal Revenue Code; or
 - (iv) Who has a gross family income in excess of the applicable percentage of applicable median family income as provided in Section 143(f) and (i)(2) of the Internal Revenue Code; or
- (b) Borrower fails to occupy the Property described in the Security Instrument without prior written consent of Lender or its successors or assigns described at the beginning of this Tax Exempt Financing Rider, or
- (c) Borrower omits or misrepresents a fact that is material with respect to the provisions of Section 143 of the Internal Revenue Code in an application for the loan secured by this Security Instrument.

References are to the 1986 Internal Revenue Code as amended and in effect on the date of issuance of bonds, the proceeds of which will be used to finance the purchase of the Security Instrument and are deemed to include the implementing regulations.

BY SIGNING BELOW, Borrower accepts and agrees to the terms and provisions in this Tax-Exempt Financing Rider.

NOTICE TO BORROWER: IHFA LOANS HAVE RESTRICTED ASSUMABILITY

Borrower

Borrower

STATE OF IDAHO)
)ss
COUNTY OF)

On the _____ day of _____, 20____, before me, a Notary Public in and for said State, personally appeared _____, known or identified to me to be the person(s) whose name(s) is/are subscribed to the within instrument and that he executed the same.

(SEAL)

NOTARY PUBLIC For Idaho

Residing at _____ therein.

My Commission Expires: _____

After recording, mail to:

