



MHP Interest Subsidy: FAQs

MHP interest subsidy is available to income-eligible ONE Mortgage homebuyers. Go to www.mhp.net/one-mortgage to find out if you qualify for subsidy.

What is MHP interest subsidy?

MHP interest subsidy is financial assistance available to income-eligible ONE Mortgage homebuyers. It decreases the monthly mortgage payments over the first seven years of homeownership.

What are the benefits of subsidy?

MHP interest subsidy is designed to:

- Decrease your monthly payments over the first seven years
- Increase your purchasing power
- Help you qualify for ONE Mortgage if you don't otherwise

Who qualifies for subsidy?

In order to qualify for subsidy, your household income must fall below 80% Area Median Income (AMI) for the community in which you are purchasing, and you must demonstrate financial need.

Borrowers who have a down payment greater than 20% of the purchase price, and borrowers who are purchasing three-family properties are ineligible for subsidy.

How do I apply?

If you qualify, MHP interest subsidy is automatically wrapped into your ONE Mortgage application, and there is no need to apply for it separately. Upon closing your loan, your lender will arrange to have your interest subsidy applied to your account on a monthly basis, according to a disbursement schedule provided in your Subsidy Note and Subsidy Agreement.

How does it work?

As you can see in the chart below, interest subsidy gradually decreases over the first seven years of your loan. By year 8, a ONE homeowner will have received the full value of their interest subsidy.

Years	Monthly Mortgage Amount*	MHP Interest Subsidy	Borrower Payment
1-4	\$1,126	-\$134	\$992
5	\$1,126	-\$101	\$1,025
6	\$1,126	-\$68	\$1,058
7	\$1,126	-\$34	\$1,092
8-30	\$1,126	-\$0	\$1,126

**Includes principal, interest, taxes, and insurance (PITI)*

Do I need to repay it?

Yes. Interest subsidy is secured by a second mortgage held by MHP, and is recapturable upon sale or transfer of the property. The subsidy mortgage term is 30 years and you pay 0% interest upon repayment.

Learn more about what to do if you receive interest subsidy and want to [refinance](#) or [sell your property](#).

Questions? Contact MHP.



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