



Program Bulletin

June 21, 2002

Program Bulletin #2002-24

To: CHFA Approved Lenders

REVISION TO HIGH COST AREA HOME PURCHASE ASSISTANCE PROGRAM (HiCAP)

Effective July 1, 2002, this program bulletin revises CHFA Program Bulletin #2001-21, dated September 7, 2001, "High Cost Area Home Purchase Assistance Program (HiCAP)". The program is currently available in San Francisco, San Mateo, and Santa Clara counties. The purpose of this bulletin is to announce the addition of the following new counties to the HiCAP program: **Alameda, Contra Costa, and Sonoma.**

The HiCAP program is designed to assist first-time homebuyers in the highest housing cost areas of the state, and where demand for jobs housing balance is greatest. The program is a combination of a CHFA 30-year fixed rate first loan and a deferred payment, 30-year second loan up to \$25,000 for down payment assistance. Interest rates on the second are currently offered at 3% simple interest and are subject to change. The program has a limited funding allocation and is available only on a first-come, first-served basis in designated extreme high cost areas. Please refer to CHFA Program Bulletin #2001-21 for complete program details.

Questions regarding this bulletin should be directed to CHFA, Homeownership Programs at 1121 L Street, 7th Floor, Sacramento, CA 95814; by phone (916) 324-8088; by fax (916) 324-6589; by e-mail at homeownership@chfa.ca.gov or visit CHFA's website at: www.chfa.ca.gov



Lenders are encouraged to use CHFA's FHA Energy Efficient Mortgage Program (EEM) to minimize energy usage and costs. Additional information regarding EEMs is available on CHFA's web page.