



Homeownership Program Bulletin

May 30, 2006

Program Bulletin #2006-11

To: CalHFA Approved Lenders

REVISED HIGH COST AREA HOME PURCHASE ASSISTANCE PROGRAM (HiCAP) Effective June, 7, 2006

Due to CalHFA's continuing commitment to making down payment assistance funds available to more low and moderate income first-time homebuyers, purchasing in the highest housing cost areas of the state, we are implementing the following changes to the program.

HiCAP is expanding and will now be available in all of the following CalHFA-defined high cost counties:

Alameda	San Francisco
Contra Costa	San Luis Obispo
Los Angeles (except Palmdale/Lancaster area)	San Mateo
Marin	Santa Barbara
Monterey	Santa Clara
Napa	Santa Cruz
Orange	Solano
San Benito	Sonoma
San Diego	Ventura

HiCAP has been extremely successful since its inception and has created many homeownership opportunities for families living in some of the least affordable areas of the state.

However, since CalHFA has limited funds for this down payment assistance program, and do not wish to eliminate any counties that are currently included in the program, CalHFA must reduce the maximum loan amount to \$7,500 in San Diego and Santa Clara counties and to \$12,500 in the counties of Alameda, Contra Costa, San Francisco, San Mateo, Sonoma and Ventura. The newly added counties of Los Angeles, Marin, Monterey, Napa, Orange, San Benito, San Luis Obispo, Santa Barbara, Santa Cruz and Solano will also be allowed the maximum HiCAP subordinate loan amount of \$12,500.

These changes apply to all new loan reservations and the addition of HiCAP to existing reservations, made on or after June 7, 2006 at 12:01 a.m.

For questions about this bulletin, contact CalHFA Homeownership Programs by phone 916.324.8088; by fax 916.324.6589; by email at homeownership@calhfa.ca.gov and you can always visit CalHFA's web site at: www.calhfa.ca.gov

Please send all loan files and documents to:
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