

## RESIDENTIAL REHABILITATION LOAN PROGRAM

### Sample Equity Share Interest Computation

Pre-Rehabilitation Property Value: \$ 200,000.00  
 Ratio of RRLP Loan to Pre-Rehabilitation Value: 20%  
 RRLP Loan Amount: \$ 40,000.00

NOTE: Given the pre-rehabilitation property value and RRLP loan amount stated above, this sample computation depicts the RRLP loan payoff amount due in a given year assuming that the borrower is low or moderate income and the property value increases by 75% of the cost of rehab immediately following the completion of rehabilitation work and at the rate of 2% per year thereafter until the end of a 45 year loan term. Note that above moderate income borrowers will qualify for a shorter loan term of 30 years and will not be eligible for interest forgiveness.

Year of Loan	Property		Principal	Interest	Interest Forgiveness			Total Due at Payoff
	Value at Payoff	Appreciation			Per Year	Cumulative	\$ Forgiven	
1	\$ 200,000	\$ -	\$ 40,000	\$ -		0%		\$ 40,000
2	\$ 204,000	\$ 4,000	\$ 40,000	\$ 400	11%	11%	\$ 44	\$ 40,356
3	\$ 208,080	\$ 8,080	\$ 40,000	\$ 808	10%	21%	\$ 170	\$ 40,638
4	\$ 212,242	\$ 12,242	\$ 40,000	\$ 1,224	9%	30%	\$ 367	\$ 40,857
5	\$ 216,486	\$ 16,486	\$ 40,000	\$ 1,649	8%	38%	\$ 626	\$ 41,022
6	\$ 220,816	\$ 20,816	\$ 40,000	\$ 2,082	7%	45%	\$ 937	\$ 41,145
7	\$ 225,232	\$ 25,232	\$ 40,000	\$ 2,523	6%	51%	\$ 1,287	\$ 41,236
8	\$ 229,737	\$ 29,737	\$ 40,000	\$ 2,974	5%	56%	\$ 1,665	\$ 41,308
9	\$ 234,332	\$ 34,332	\$ 40,000	\$ 3,433	4%	60%	\$ 2,060	\$ 41,373
10	\$ 239,019	\$ 39,019	\$ 40,000	\$ 3,902	3%	63%	\$ 2,458	\$ 41,444
11	\$ 243,799	\$ 43,799	\$ 40,000	\$ 4,380	2%	65%	\$ 2,847	\$ 41,533
12	\$ 248,675	\$ 48,675	\$ 40,000	\$ 4,867	1%	66%	\$ 3,213	\$ 41,655
13	\$ 253,648	\$ 53,648	\$ 40,000	\$ 5,365	1%	67%	\$ 3,594	\$ 41,770
14	\$ 258,721	\$ 58,721	\$ 40,000	\$ 5,872	1%	68%	\$ 3,993	\$ 41,879
15	\$ 263,896	\$ 63,896	\$ 40,000	\$ 6,390	1%	69%	\$ 4,409	\$ 41,981
16	\$ 269,174	\$ 69,174	\$ 40,000	\$ 6,917	1%	70%	\$ 4,842	\$ 42,075
17	\$ 274,557	\$ 74,557	\$ 40,000	\$ 7,456	1%	71%	\$ 5,294	\$ 42,162
18	\$ 280,048	\$ 80,048	\$ 40,000	\$ 8,005	1%	72%	\$ 5,763	\$ 42,241
19	\$ 285,649	\$ 85,649	\$ 40,000	\$ 8,565	1%	73%	\$ 6,252	\$ 42,313
20	\$ 291,362	\$ 91,362	\$ 40,000	\$ 9,136	1%	74%	\$ 6,761	\$ 42,375
21	\$ 297,189	\$ 97,189	\$ 40,000	\$ 9,719	1%	75%	\$ 7,289	\$ 42,430
22	\$ 303,133	\$ 103,133	\$ 40,000	\$ 10,313	1%	76%	\$ 7,838	\$ 42,475
23	\$ 309,196	\$ 109,196	\$ 40,000	\$ 10,920	1%	77%	\$ 8,408	\$ 42,512
24	\$ 315,380	\$ 115,380	\$ 40,000	\$ 11,538	1%	78%	\$ 9,000	\$ 42,538
25	\$ 321,687	\$ 121,687	\$ 40,000	\$ 12,169	1%	79%	\$ 9,613	\$ 42,555
26	\$ 328,121	\$ 128,121	\$ 40,000	\$ 12,812	1%	80%	\$ 10,250	\$ 42,562
27	\$ 334,684	\$ 134,684	\$ 40,000	\$ 13,468	1%	81%	\$ 10,909	\$ 42,559
28	\$ 341,377	\$ 141,377	\$ 40,000	\$ 14,138	1%	82%	\$ 11,593	\$ 42,545
29	\$ 348,205	\$ 148,205	\$ 40,000	\$ 14,820	1%	83%	\$ 12,301	\$ 42,519
30	\$ 355,169	\$ 155,169	\$ 40,000	\$ 15,517	1%	84%	\$ 13,034	\$ 42,483
31	\$ 362,272	\$ 162,272	\$ 40,000	\$ 16,227	1%	85%	\$ 13,793	\$ 42,434
32	\$ 369,518	\$ 169,518	\$ 40,000	\$ 16,952	1%	86%	\$ 14,579	\$ 42,373
33	\$ 376,908	\$ 176,908	\$ 40,000	\$ 17,691	1%	87%	\$ 15,391	\$ 42,300
34	\$ 384,446	\$ 184,446	\$ 40,000	\$ 18,445	1%	88%	\$ 16,231	\$ 42,213
35	\$ 392,135	\$ 192,135	\$ 40,000	\$ 19,214	1%	89%	\$ 17,100	\$ 42,113
36	\$ 399,978	\$ 199,978	\$ 40,000	\$ 19,998	1%	90%	\$ 17,998	\$ 42,000
37	\$ 407,977	\$ 207,977	\$ 40,000	\$ 20,798	1%	91%	\$ 18,926	\$ 41,872
38	\$ 416,137	\$ 216,137	\$ 40,000	\$ 21,614	1%	92%	\$ 19,885	\$ 41,729
39	\$ 424,460	\$ 224,460	\$ 40,000	\$ 22,446	1%	93%	\$ 20,875	\$ 41,571
40	\$ 432,949	\$ 232,949	\$ 40,000	\$ 23,295	1%	94%	\$ 21,897	\$ 41,398
41	\$ 441,608	\$ 241,608	\$ 40,000	\$ 24,161	1%	95%	\$ 22,953	\$ 41,208
42	\$ 450,440	\$ 250,440	\$ 40,000	\$ 25,044	1%	96%	\$ 24,042	\$ 41,002
43	\$ 459,449	\$ 259,449	\$ 40,000	\$ 25,945	1%	97%	\$ 25,167	\$ 40,778
44	\$ 468,638	\$ 268,638	\$ 40,000	\$ 26,864	1%	98%	\$ 26,327	\$ 40,537
45	\$ 478,011	\$ 278,011	\$ 40,000	\$ 27,801	1%	99%	\$ 27,523	\$ 40,278
	\$ 487,571	\$ 287,571	\$ 40,000	\$ 28,757	1%	100%	\$ 28,757	\$ 40,000