

**FUNDING STATEMENT**

**All parties to this transaction are responsible for knowing and conforming to the information contained in this statement.**

1. Funding for down payment / ADDI programs is not guaranteed. Reservations called in are recorded in the order they are received. Lenders are responsible for making all reservations.
2. All borrowers must have attended, and received a certificate of participation in a Pre-Purchase Homeownership Counseling class from either a Michigan State Housing Development Authority (MSHDA) Links to Homeownership or HUD Certified counseling agency (see Appendix B of the ADDI Program Manual for a list of agencies).
3. **The city or its representative will perform a Housing Quality Standards (HQS) inspection.** This inspection includes a mechanical inspection. All code-required repairs must have a permit obtained, and must comply with city, state, and federal guidelines. **The city and/or its representatives are not liable for any undetected defects.**
4. All parties to this transaction must comply with federal lead-based paint requirements. A lead-based paint notification and compliance form must be completed, and submitted as part of this package. **BORROWERS ARE STRONGLY ENCOURAGED TO HAVE THEIR NEW HOME TESTED FOR LEAD.** Should the HQS inspection reveal deficiency in any painted surface, that surface must be corrected in a lead-safe manner, and re-inspected prior to closing.
5. It will take approximately 2 weeks to obtain a check, issue mortgage documents and deliver to the title company from the time a complete ADDI package is received. A program representative may attend closing. Please coordinate closing date/time/location with the program representative.
6. Borrower is aware that receipt of ADDI funds requires a non-amortizing, non-interest bearing second mortgage on the property. ADDI funds are not a direct grant, and maybe subject to some form of recapture.

I/WE HEREBY ACKNOWLEDGE RECEIPT OF THIS DOCUMENT.

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Borrower's Signature / Date

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Co-Borrower's Signature / Date

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Seller's Signature / Date

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Seller's Signature / Date

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Buyer's Agent's Signature / Date

\_\_\_\_\_  
Lender's Signature / Date

