

## My Choice Permanent Buydown Program FAQ

Question: For buydown quotes, can we get them before choosing the borrower's program?

**Answer:** Buydown quotes will only be provided AFTER the reservation has been made and a buydown quote request is submitted.

Question: Who is eligible to pay the permanent buydown?

**Answer:** The buydown can be paid for by any traditional means such as seller concessions, buyer funds, etc. Buydown cannot be paid for using any of the TDHCA DPA funds or TDHCA HFC gift funds.

Question: If we reserve a buydown and accept within the 2-day window, and we no longer need the buydown, are we subject to the 1% fee?

**Answer:** If the buydown was requested and accepted within the 2-day window and did not incur a late fee, there is no fee to cancel the buydown AS LONG AS the cancellation is still within the 2-day window. IF the buydown cancellation is requested AFTER the 2-day window a 1% late fee will be incurred.

Question: If we request a buydown quote but do not want the buydown, do we have to cancel the request and/or not accept it? Are we penalized for not responding?

**Answer:** If a buydown quote is requested but not accepted or acknowledged the reservation will remain as the original lock, no changes will be made and no fees incurred.

Question: Is this program available for both the 3-year forgivable and 30-year deferred programs.

**Answer:** The permanent buydown program is available for all My Choice Texas programs including 3-year forgivable and 30-year deferred options.

Question: If I request a buydown quote and accept it within the 2-day window and then decide to remove the buydown after the 2-day window, will I be charged the 1% late fee.

**Answer:** Yes, if changes are made to the buydown AFTER the 2-day window has passed a 1% late fee will automatically be charged.

Question: Is the 1% late fee of the total loan amount?

**Answer:** Yes, the 1% late fee is 1% of the total loan amount

Question: How is the buydown cost and late fee if any, collected?

**Answer:** All buydown costs and late fees (if any) will be netted out at loan purchase by the Master Servicer.

Question: Does the 2-day window count weekends and holidays?

**Answer:** The 2-day window is business days, excluding federal holidays.