

# KANSAS HOUSING

## KHRC Mortgage Subordination Request

The Kansas Housing Resources Corporation will consider first mortgage subordination according to the following terms:

1. Proposed new mortgage cannot exceed original mortgage amount.
2. Current balance of loan may be increased only 4% and can never exceed the original mortgage amount.
3. Fixed Interest Rate only for the proposed mortgage.
4. May refinance to reduce term, even if this increases payments. In this case, proof is needed that the new housing ratio will not exceed 30%.
5. Must refinance for at least one full percentage point reduction, unless changing original mortgage from a variable rate to a fixed rate. If the transaction involves no closing costs, then less than one full percentage point may be considered.
6. When closing costs are involved, they must be approved by KHRC.

The homebuyer must sign this form after the refinancing lender has completed the information. Please fax this form, and a copy of the new loan application to (785) 232-8073 or e-mail [chowerton@kshousingcorp.org](mailto:chowerton@kshousingcorp.org).

**Approved subordinations will be mailed to the refinancing lender's address listed below.**

Contact Person Submitting: \_\_\_\_\_ Date: \_\_\_\_\_

Proposed Lender Name: \_\_\_\_\_

Address: \_\_\_\_\_

City: \_\_\_\_\_ State: \_\_\_\_\_ Zip: \_\_\_\_\_ Phone Number: \_\_\_\_\_

Property Owner: \_\_\_\_\_

Property Address: \_\_\_\_\_

KHRC Loan # (if known): \_\_\_\_\_ Purchase Date: \_\_\_\_\_

### Current

Existing First Mortgage Holder: \_\_\_\_\_

Original Balance: \$ \_\_\_\_\_ Remaining Balance: \$ \_\_\_\_\_

Original Term: \_\_\_\_\_ months Remaining Term: \_\_\_\_\_ months

Interest Rate: \_\_\_\_\_% Monthly Payment (PITI): \$ \_\_\_\_\_

### Proposed

New Mortgage Balance: \$ \_\_\_\_\_ New Term: \_\_\_\_\_ months

New Interest Rate: \_\_\_\_\_% New Monthly Payment (PITI): \$ \_\_\_\_\_

*I hereby grant permission for this information to be requested by the submitting lender.*

Signed \_\_\_\_\_

Homeowner

Date

Signed \_\_\_\_\_

Homeowner

Date