

1. Question: What is the purpose of IRS Publication 530?

Answer: It provides tax information for homeowners, including deductions, credits, and record-keeping guidance.

Source: Publication 530 (2023) – IRS, p.1-3

2. Question: What type of properties are considered homes in IRS Publication 530?

Answer: A home can include a house, condominium, cooperative apartment, mobile home, houseboat, or trailer with sleeping, toilet, and cooking facilities.

Source: Publication 530 (2023) – IRS, p.2

3. Question: What is the residential clean energy credit?

Answer: It is a tax credit for qualified energy improvements such as battery storage technology installed after December 31, 2022.

Source: Publication 530 (2023) – IRS, p.1

4. Question: What is the HUD Home Buying Guide intended to do?

Answer: It helps make homeownership more accessible and guides people step-by-step through the home buying process.

Source: HUD Home Buying Guide – HUD, p.2

5. Question: How has the FHA contributed to homeownership?

Answer: Since 1934, the FHA has helped millions of Americans access affordable homeownership opportunities.

Source: HUD Home Buying Guide – HUD, p.2

6. Question: What is one of the benefits of homeownership according to the Minnesota Homeowners Guide?

Answer: Homeownership is considered a benchmark for achieving financial well-being.

Source: Minnesota Homeowners Guide – Neighbors, Inc., p.2

7. Question: What key questions should first-time homebuyers consider?

Answer: They should consider affordability, saving for a down payment, credit score, and mortgage options.

Source: Minnesota Homeowners Guide – Neighbors, Inc., p.3

8. Question: What factors should be evaluated when choosing a neighborhood?

Answer: Safety, commute time, schools, noise levels, and property value trends.

Source: Minnesota Homeowners Guide – Neighbors, Inc., p.5

9. Question: What is a typical down payment range for a home?

Answer: Typical down payments range from 3% to 20% of the purchase price.

Source: Ultimate Guide for First-Time Homebuyers – EPNB, p.7

10. Question: How is debt-to-income ratio calculated?

Answer: It is calculated by dividing total monthly debt payments by gross monthly income.

Source: Ultimate Guide for First-Time Homebuyers – EPNB, p.8

11. Question: Why is assessing finances important before buying a home?

Answer: Because income, debt, and savings affect the ability to afford a mortgage.

Source: Ultimate Guide for First-Time Homebuyers – EPNB, p.6

12. Question: What is the purpose of the CFPB Home Loan Toolkit?

Answer: It helps buyers make informed mortgage decisions and understand costs and responsibilities.

Source: Your Home Loan Toolkit – CFPB, p.1

13. Question: What does 'affordable' mean in mortgage planning?

Answer: It refers to a monthly payment that fits within your financial situation and goals.

Source: Your Home Loan Toolkit – CFPB, p.3

14. Question: What percentage of income is typically recommended for housing payments?

Answer: A common rule suggests housing payments should be around or below 28% of monthly income.

Source: Your Home Loan Toolkit – CFPB, p.5

15. Question: What influences mortgage interest rates?

Answer: Credit score, debt level, and financial history strongly affect interest rates and loan terms.

Source: Your Home Loan Toolkit – CFPB, p.6

16. Question: What credit is available for first-time homebuyers according to the IRS 2010 guide?

Answer: A refundable tax credit equal to 10% of the purchase price up to \$8,000.

Source: Tax Credits for Home Buyers – IRS, p.1

17. Question: Who qualifies as a first-time homebuyer for tax credits?

Answer: Someone who has not owned a principal residence for three years before purchase.

Source: Tax Credits for Home Buyers – IRS, p.1

18. Question: What is the maximum LTV for a principal residence purchase for a 1-unit property using DU?

Answer: Up to 97% for fixed-rate mortgages.

Source: Fannie Mae Eligibility Matrix, p.2

19. Question: What does LTV stand for?

Answer: Loan-to-value ratio, measuring the loan amount relative to the property value.

Source: Fannie Mae Eligibility Matrix, p.1

20. Question: What is the role of housing assistance programs for veterans?

Answer: They provide resources such as home loans, rental assistance, and support services.

Source: Resources for Rural Veterans – Housing Assistance Council, p.3-7