



**New Homebuyer Tax Credit Program Features:**

- Up to \$2,000, or 25%, of the total mortgage interest paid in income tax credits each year.
- Tax credit directly reduces income tax due.
- Unused tax credit can be carried forward for up to three years.
- Can be used with Idaho Housing home loan products.  
First-time homebuyer requirements Do Not apply in Targeted (Allowed) counties.
- Idaho Housing’s First Loan program household [income limits](#) apply.
- Owner occupancy is required to receive tax credit.
- \$300 fee from borrower.

**Example of tax credit benefits to borrowers:**

Based on \$120,000, 30-year mortgage at 4% interest rate:

<b>Year</b>	<b>Mortgage Interest Paid</b>	<b>25% Tax Credit</b>
1	\$4,761.54	\$1,190.38
2	\$4,675.47	\$1,168.86
3	\$4,585.84	\$1,146.46
4	\$4,492.60	\$1,123.15
5	\$4,395.55	\$1,098.89
The tax credit is for the life of the loan; this example shows that in just the first five years a borrower could receive \$5,727.74 in tax credits.		