



New Homebuyer Tax Credit Program Features:

- Up to \$2,000 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.
- Cannot be used with First loan products. Can be used with all other Idaho Housing purchase loan products.
- First-time homebuyer requirements apply in non targeted areas.
- 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 \$150,000, 30-year mortgage at 4% interest rate:

Year	Mortgage Interest Paid	35% Tax Credit
1	\$5,952	\$2,000
2	\$5,844	\$2,000
3	\$5,732	\$2,000
4	\$5,615	\$1,965
5	\$5,495	\$1,923

The tax credit is for the life of the loan; this example shows that in just the first five years a borrower could receive nearly \$10,000.00 in tax credits.