

Stage 1 - Application Submission to Little Dixie CAA, Inc Checklist

Application Submittal Cover Letter Addressing Little Dixie CAA, Inc.

[This letter must be on the participating loan application packager's letterhead utilizing sample found in Attachment 3-A]

Application Processing Stage

- Fully completed Form RD 410-4, Uniform Residential Loan Application (URLA).
- A copy of "Attachment 3-J" with all the items applicable for the applicant(s) marked.
- A signed Form RD 3550-1, Authorization to Release Information, for each adult member of the household.
- Loan application narrative recommendation, which includes an eligibility and preliminary credit analysis.
- Homebuyer education certificate of completion.

Eligibility – Income

Include verification of all household income sources, such as:

- Copies of the last four week's consecutive pay stubs.
 - Copies of recent benefit statements for regular unearned income (such as social security, public assistance, retirement income, etc.).
 - Last 12-month payment history of alimony and/or child support received as provided by the court appointed entity responsible for handling payments. If this is not available, a copy of the separation agreement or divorce decree.
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- For each applicant, a complete copy of their last two signed and filed Federal Income Tax Returns. IRS Form W-2, Wage and Tax Statement, and/or IRS Form 1099-MISC, Miscellaneous Income, must be attached. For returns mailed to the IRS, provide a copy of the signed document. For returns filed electronically, include a copy of the signature page with the Self-Select PIN, confirmation that the return was accepted, or evidence that it was filed by an authorized E-File provider.
 - For each applicant, a signed IRS Form 4506-T, Request for Transcript of Tax Return.
 - For each applicant, a written explanation of employment history of less than two years or employment gaps in excess of 30 days within the last two years.
 - For each household member, a copy of their two most recent brokerage or bank statements. If obtaining online, provide the statement as opposed to providing the online transaction histories.
 - A completed and signed Form RD 3550-4, Employment and Asset Certification.
 - Fully completed Attachment 4-A, Worksheet for Computing Income and Payment Assistance Calculator.

Eligibility – Deductions Verification of applicable household deductions, such as:

- Written evidence of child care expenses for dependents 12 years of age or younger.
- For a household member who is a full-time student and 18 years of age or older, a copy of their school transcript.
- Evidence of out of pocket annual medical expenses (only applicable for applicants 62 years of age and older, or individuals with a disability) who wish to be considered for a deduction to household income.

Eligibility – Assets Verification of household assets which enables the Agency to verify asset information and compute market and cash value of the asset(s).

- For each applicant and adult household member, a copy of their two most recent asset/bank/stocks/retirement account statements.
- Verification of the market value of other assets such as land, real estate, etc.

Eligibility – Credit

- Nonrefundable credit report fee of \$25 for individual or joint applicants, mailed or delivered to the appropriate Rural Development office.
- For each applicant, a written explanation for late payments, collections, judgements, or other derogatory items in their credit history of which they may be aware.
- Copy of preliminary credit report used by the packager for preliminary credit analysis.

Eligibility – Other

- For each applicant, verification of their identity. A copy of a Government-issued photo identification, evidence of date of birth (only required if not listed on photo identification), and evidence of taxpayer identification number. A copy of their actual Social Security card is not required.
- Evidence that a non-citizen applicant is a qualified alien.
- Client signed copy of disclosure letter containing waiver of provisions.

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