



Income Tax Affidavit – Form 018

State of North Carolina

County of _____ Name: _____

I, the undersigned, state the following to be true:

1. Complete section (a) only if you **were not required by law** to file federal income tax returns for any year during the preceding three years. IRS tax transcripts will be requested for all years listed.

☐ (a) I certify that I was not required by law to file federal income tax returns for the following year(s) _____, _____, _____ for the reason(s) stated below:

Name: _____ **Year(s):** _____, _____, _____

Reason Under IRS Law: _____

Name: _____ **Year(s):** _____, _____, _____

Reason Under IRS Law: _____

Check section (b) only **if the closing** for the financing in connection with the Mortgage Loan **will occur between January 1 and April 15**, and you have not filed your federal income tax return for the prior year.

☐ (b) I certify that the loan closing in connection with the Mortgage Loan is occurring between January 1st and April 15th, and that I have not yet filed my federal income tax return for the prior year. I further certify that when I file my federal tax return for the prior year, I will neither be entitled to, nor claim, deductions for real estate taxes or interest on indebtedness with respect to my principal residence for that year.

2. The Lender has advised me to consult a tax accountant or to calculate my federal tax consequences as a result of participating in the Mortgage Loan and not rely solely on any statements made by the Lender or NCHFA.
3. I acknowledge and understand this affidavit is being made under penalties of perjury and will be relied on for purposes of determining the Borrower's eligibility for the Mortgage Loan. **Fraudulent Statements** Any fraudulent statement will result in (i) the revocation of my Mortgage Loan, and (ii) a \$10,000 penalty under Section 6709 of the Internal Revenue Code. **Material Misstatements due to Negligence** – Any material misstatement due to negligence on my part will result in a monetary penalty under Section 6709 of the Internal Revenue Code. **Other Remedies** - In addition, any material misstatement due to negligence or misstatement due to fraud discovered before the issuance of a Mortgage Loan will result in denial of my application for the Mortgage Loan. If Mortgage Loan has been funded prior to the discovery of a fraudulent statement, the fraudulent misstatement will constitute an event of default and will entitle the holder of the Mortgage to accelerate the Note and to institute foreclosure.

Date: _____ Signature of Borrower: _____

Date: _____ Signature of Spouse/Titleholder/Co-Borrower: _____