



Learning Activity Worksheet

Module D: Section 502 Loan Terms and Requirements Activity #1 – Create a Reference Sheet

During this module you have reviewed the terms and requirements of a Section 502 Loan. You will use the SFH Employee Portal to locate information that helps you completed the reference sheet.

Activity #1 Instructions: Complete the following reference sheet using the identified resource documents.

1. **Purpose of the Section 502 Loan:**

2. **Three types of eligible costs and example of each:**

a. _____
Examples:

b. _____
Examples:

c. _____
Examples:

3. **Two types of property that Agency funds can never be used to finance:**

a. _____

b. _____

4. **General rule about using Agency funds to refinance existing Agency debt:**

5. **Three situations where Agency funds can possibly be used to refinance existing non-Agency borrower debt:**

a. _____

b. _____

c. _____



6. A non-Agency loan can be refinanced only if the Agency will have adequate _____.

7. Definition of Area Loan Limit and Maximum Loan Amount:

8. Current Area Loan Limit for your area: _____

9. Three items that can be included in the financed portion of the loan and can exceed the LTV ratio

a. _____

b. _____

c. _____

10. Purpose of Asset Limits:

11. Current Asset Limits

a. Non-elderly: _____

b. Elderly: _____

c. Exceptions?

12. Eligible uses for excess assets:

a. _____

b. _____

c. _____

d. _____

