

PREQUALIFICATION FOR RH 502 INTEREST

As per HB-1-3550, "Direct Single Family Housing Programs" instruction, this prequalification process is an informal check to see if information provided by you, indicates possible eligibility for housing assistance.

Although, prequalification is not required, it is strongly encouraged because it can eliminate unnecessary work for you.

We will use the following UNVERIFIED information provided by you to evaluate the likelihood that you as a potential applicant, would be able to obtain a loan. The results of prequalification are NOT binding. Individuals may file an application regardless of the results.

NOTE: The attached 3550-1 "Release" is to be signed by each person listed below.

NAME 1: _____ NAME 2: _____

AGE: _____ AGE: _____

SOCIAL SECURITY# _____ SOCIAL SECURITY# _____

MAILING ADDRESS: _____ MAILING ADDRESS: _____

TOTAL NUMBER OF PERSONS IN THE FUTURE HOUSEHOLD: _____

NUMBER OF CHILDREN 17 & UNDER: _____

TELEPHONE # () _____ Daytime # () _____

GROSS ANNUAL INCOME: \$ _____ SPOUSE: \$ _____
OTHER INCOME: \$ _____ SOURCE: _____

AMOUNT OF CHILD SUPPORT RECEIVED (If applicable): \$ _____ per yr

AMOUNT OF CHILD CARE EXPENSE (Annual): \$ _____

TOTAL MONTHLY DEBTS: \$ _____ (ADD UP MINIMUM MONTHLY PAYMENTS AS TOTAL)
(Include only car payments, credit cards, furniture payments, bank loans, doctor & dentist payments)

DO NOT INCLUDE RENT, UTILITY BILL, NOR GROCERY EXPENSES, ETC.

The above data is based on unverified information.

If you should have any questions, please call us at (361) 668-0453 extension 4. Mail completed forms to:

USDA, Rural Development
2287 N. Texas Blvd. Suite 1
Alice, Texas 78332

NOTE: Once you return these forms, we will conduct a review and analysis, then provide you with the results.

Rural Development is an Equal Opportunity Provider and Employer.
Complaints of discrimination should be sent to:
USDA, Director of Civil Rights, Washington, D.C.20250-9410

**United States Department of Agriculture
Rural Development
Rural Housing Service**

AUTHORIZATION TO RELEASE INFORMATION

TO: _____

RE: _____
Account or Other Identifying Number

Name of Customer

I have applied for or obtained a loan or grant from the Rural Housing Service (RHS), part of the Rural Development mission area of the United States Department of Agriculture. As part of this process or in considering me for interest credit, payment assistance, or other servicing assistance on such loan, RHS may verify information contained in my request for assistance and in other documents required in connection with the request.

I authorize you to provide to RHS for verification purposes the following applicable information:

- Past and present employment or income records.**
- Bank account, stock holdings, and any other asset balances.**
- Past and present landlord references.**
- Other consumer credit references.**

If the request is for a new loan or grant, I further authorize RHS to order a consumer credit report and verify other credit information.

I understand that under the Right to Financial Privacy Act of 1978, 12 U.S.C. 3401, et seq., RHS is authorized to access my financial records held by financial institutions in connection with the consideration or administration of assistance to me. I also understand that financial records involving my loan and loan application will be available to RHS without further notice or authorization, but will not be disclosed or released by RHS to another Government agency or department or used for another purpose without my consent except as required or permitted by law.

This authorization is valid for the life of the loan.

The recipient of this form may rely on the Government's representation that the loan is still in existence.

The information RHS obtains is only to be used to process my request for a loan or grant, interest credit, payment assistance, or other servicing assistance. I acknowledge that I have received a copy of the Notice to Applicant Regarding Privacy Act Information. I understand that if I have requested interest credit or payment assistance, this authorization to release information will cover any future requests for such assistance and that I will not be renotified of the Privacy Act information unless the Privacy Act information has changed concerning use of such information.

A copy of this authorization may be accepted as an original

Your prompt reply is appreciated.

Signature

Date

According to the Paperwork Reduction Act of 1995, no persons are required to respond to a collection of information unless a valid OMB control number. The valid OMB control number for this information collection is 0575-0172. The time required to complete this information is estimated to average 5 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

RHS Is An Equal Opportunity Lender

SEE ATTACHED PRIVACY ACT NOTICE

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Rural Development
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NOTICE TO APPLICANT REGARDING PRIVACY ACT INFORMATION

The information request on this form is authorized to be collected by the Rural Housing Service (RHS), Rural Business-Cooperative Services (RBS), Rural Utilities Service (RUS) or the Farm Service Agency (FSA) ("the agency") by title V of the Housing Act of 1949, as amended (42 U.S.C. 1471 et seq.) or by the Consolidated Farm and Rural Development Act (7 U.S.C. 1921 et seq.), or by other laws administered by RHS, RBS, RUS or FSA. Disclosure of information requested is voluntary. However, failure to disclose certain items of information requested, including your Social Security Number or Federal Identification Number, may result in a delay in the processing of an application or its rejection. Information provided may be used outside of the agency for the following purposes:

1. When a record on its face, or in conjunction with other records, indicates a violation or potential violation of law, whether civil, criminal or regulatory in nature, and whether arising by general statute or particular program statute, or by regulation, rule, or order issued Pursuant thereto, disclosure may be made to the appropriate agency, whether Federal, foreign, state, local, or tribal, or other public authority responsible for enforcing, investigating or prosecuting such violation or charged with enforcing or implementing the statute, or rule, regulation, or order issued pursuant thereto, if the information disclosed is relevant to any enforcement, regulatory, investigative, or prosecutive responsibility of the receiving entity.
2. A record from this system of records may be disclosed to a Member of Congress or to a Congressional staff member in response to an inquiry of the Congressional office made at the written request of the constituent about whom the record is maintained.
3. Disclosures may be made of names, home addresses, social security numbers, and financial information to business firms in a trade area that buy chattel or crops or sell them for commission. This is in order that the agency may benefit from the purchaser notification provisions of section 1324 of the Food Security Act of 1985 (7 U.S.C. 163(c)). The Act requires that potential purchasers of farm commodities must be advised ahead of time that a lien exists in order for the creditor to perfect its lien against such purchases.
4. Disclosures may be made from this system to consumer reporting agencies as defined in the Fair Credit Reporting Act (15 U.S.C. 1681a(f)) Federal Claims Collection Act (31 U.S.C. 3701(a)(3)).
5. Disclosure of the name, home address, and information concerning default on loan repayment when the default involves a security interest in tribal allotted or trust land. Pursuant to 42 U.S.C. 1479(d), liquidation may be pursued only after offering to transfer the account to an eligible tribal member, the tribe, or the Indian Housing Authority serving the tribe(s).
6. Referral of names, home addresses, social security numbers, and financial information to a collection or servicing contractor, financial institution, or a local, State, or Federal agency, when the agency determines such referral is appropriate for servicing or collecting the borrower's account or has provided for in contracts with servicing or collection agencies.
7. It shall be a routine use of the records in this system of records to disclose them in a proceeding before a court or adjudicative body, when: (a) the agency or any component thereof; or (b) any employee of the agency in his or her official capacity; or (c) any employee of the agency in his or her individual capacity where the agency has agreed to represent the employee; or (d) the United States is a party to litigation or has an interest in such litigation, and by careful review, the agency determines that the records are both relevant and necessary to the litigation, provided; however, that in each case the agency determines that disclosure of the records is a use of the information contained in the records that is compatible with the purpose for which the agency collected the records.
8. Referral of name, home address, and financial information for selected borrowers to financial consultants, advisors, lending institutions, packagers, agents, and private or commercial credit sources, when the agency determines such referral is appropriate to encourage the borrower to refinance their RHS indebtedness as required by title V of the Housing Act of 1949, as amended (42 U.S.C. 1471).
9. Referral of legally enforceable debts to the Department of the Treasury, Internal Revenue Service (IRS), to be offset against any tax refund that may become due the debtor for the tax year in which the referral is made, in accordance with the IRS regulations and under the authority contained in 31 U.S.C. 3720A.
10. Referral of information regarding indebtedness to the Defense Manpower Data Center, Department of Defense, and the United States Postal Service for the purpose of conducting computer matching programs to identify and locate individuals receiving Federal salary or benefit payments and who are delinquent in their repayment of debts owed to the U.S. Government under certain programs administered by the agency in order to collect debt under the provisions of the Debt Collection Act of 1982 (5 U.S.C. 5514) by voluntary repayment, administrative or salary offset procedures, or by collection agencies.
11. Referral of names, home addresses, and financial information to lending institutions when the agency determines the individual may be financially capable of qualifying for credit with or without a guarantee.

12. Disclosure of names, home addresses, social security numbers, and financial information to lending institutions that have a lien against the same property as the agency for the purpose of the collection of the debt by the agency or the other lender. These loans can be under the direct and guaranteed loan programs.

13. Referral to private attorneys under contract with either the agency or with the Department of Justice for the purpose of foreclosure and possession actions and collection of past due accounts, in connection with the agency.

14. It shall be a routine use of the records in this system of records, to disclose them to the Department of Justice when: (a) The agency or any component thereof-, or (b) any employee of the agency in his or her official capacity where the Department of Justice has agreed to represent the employee; or (c) the United States Government, is a party to litigation or has an interest in such litigation, and by careful review, the agency determines that the records are both relevant and necessary to the litigation and the use of such records by the Department of Justice is therefore deemed by the agency to be for a purpose that is compatible with the purpose for which the agency collected the records.

15. Referral of names, home addresses, social security numbers, and financial information to the Department of Housing and Urban Development (HUD) as a record of location utilized by Federal agencies for an automatic credit prescreening system.

16. Referral of names, home addresses, social security numbers, and financial information to the Department of Labor, state wage information collection agencies, and other Federal, state, and local agencies, as well as those responsible for verifying information furnished to qualify for Federal benefits, to conduct wage and benefit matching through manual or automated means, for the purpose of determining compliance with Federal regulations and appropriate servicing actions against those not entitled to program benefits, including possible recovery of improper benefits.

17. Referral of names, home addresses, and financial information to financial consultants, advisors, or underwriters, when the agency determines such referral is appropriate for developing packaging and marketing strategies involving the sale of agency loan assets.

ALICE LOCAL OFFICE AREA INCOME LIMITS EFFECTIVE MARCH 3, 2005

Corpus Christi, TX MSA												
San Patricio Co												
VERY LOW INCOME	16450	18800	21150	23500	25400	27250	29150	31000				
LOW INCOME	26300	30100	33850	37600	40600	43600	46600	49650				
MODERATE INCOME	31800	35600	39350	43100	46100	49100	52100	55150				
38 YEAR TERM	19750	22550	25400	28200	30450	32700	34950	37200				
ADJ. MEDIAN INC.**	32900	37600	42300	47000	50800	54500	58300	62000				
Aransas County												
VERY LOW INCOME	14850	16950	19100	21200	22900	24600	26300	28000				
LOW INCOME	23750	27150	30550	33900	36650	39350	42050	44750				
MODERATE INCOME	29250	32650	36050	39400	42150	44850	47550	50250				
38 YEAR TERM	17800	20350	22900	25450	27500	29500	31550	33600				
ADJ. MEDIAN INC.**	29700	33900	38200	42400	45800	49200	52600	56000				
Bee County												
VERY LOW INCOME	14850	16950	19100	21200	22900	24600	26300	28000				
LOW INCOME	23750	27150	30550	33900	36650	39350	42050	44750				
MODERATE INCOME	29250	32650	36050	39400	42150	44850	47550	50250				
38 YEAR TERM	17800	20350	22900	25450	27500	29500	31550	33600				
ADJ. MEDIAN INC.**	29700	33900	38200	42400	45800	49200	52600	56000				
Duval County												
VERY LOW INCOME	14850	16950	19100	21200	22900	24600	26300	28000				
LOW INCOME	23750	27150	30550	33900	36650	39350	42050	44750				
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Goliad County												
VERY LOW INCOME	16050	18350	20650	22950	24800	26600	28450	30300				
LOW INCOME	25700	29400	33050	36700	39650	42600	45550	48450				
MODERATE INCOME	31200	34900	38550	42200	45150	48100	51050	53950				
38 YEAR TERM	19300	22050	24800	27550	29750	31950	34150	36350				
ADJ. MEDIAN INC.**	32100	36700	41300	45900	49600	53200	56900	60600				
Jim Wells County												
VERY LOW INCOME	14850	16950	19100	21200	22900	24600	26300	28000				
LOW INCOME	23750	27150	30550	33900	36650	39350	42050	44750				
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Kleberg County												
VERY LOW INCOME	14850	16950	19100	21200	22900	24600	26300	28000				
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