

RECIPIENT'S/LENDER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no. VA HOUSING DEVELOPMENT AUTHORITY P O BOX 4548 RICHMOND, VA 23220-8549 PHONE NO. 1-800-235-6938		*Caution: The amount shown may not be fully deductible by you. Limits based on the loan amount and the cost and value of the secured property may apply. Also, you may only deduct interest to the extent it was incurred by you, actually paid by you, and not reimbursed by another person.	OMB No. 1545-0901 <div style="font-size: 2em; font-weight: bold; text-align: center;">2021</div> Substitute Form 1098	<div style="font-size: 1.2em; font-weight: bold;">Mortgage Interest Statement</div>
RECIPIENT'S/LENDER'S TIN 54-0921892		1 Mortgage interest received from payer(s)/borrower(s)* \$ 6,320.81		<div style="font-weight: bold;">Copy B For Payer/Borrower</div> The information in boxes 1 through 9 and 11 is important tax information and is being furnished to the IRS. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if the IRS determines that an underpayment of tax results because you overstated a deduction for this mortgage interest or for these points, reported in boxes 1 and 6; or because you didn't report the refund of interest (box 4); or because you claimed a nondeductible item.
PAYER'S/BORROWER'S name, street address (including apt. no.) city or town, state or province, country, and ZIP or foreign postal code 005015 01 AB 0-458 **AUTO -C99-P00000-I 2 ARUN KUMAR TELLA 5061 HAWKINS MILL WAY VIRGINIA BEACH VA 23455-3897		2 Outstanding mortgage principal \$ 308,687.00	3 Mortgage origination date 02/08/2021	
9 Number of properties securing the mortgage 1		4 Refund of overpaid interest \$ 0.00	5 Mortgage insurance premiums \$ 1,543.40	
10 Other Real estate taxes paid \$1,430.06		6 Points paid on purchase of principal residence \$ 0.00		
Account number (see instructions) 275588		7 <input type="checkbox"/> If address of property securing mortgage is the same as PAYER'S/BORROWER'S address, the box is checked, or the address or description is entered in box 8. 8 Address or description of property securing mortgage (see instructions) 5061 HAWKINS MILL WAY VIRGINIA BEACH VA 23455		
PAYER'S/BORROWER'S TIN XXX-XX-2156		11 Mortgage acquisition date 03/02/2021		

Form **1098**

(Keep for your records)

VHDA's privacy policy can be located at VirginiaHousing.com/consumer-privacy
 Copies of your 1098 statement can be found at VirginiaHousing.com/ManageYourMortgage
 Box 5 is for informational purposes only. Please contact a tax preparer for further information.

ESCROW RECONCILIATION	PRINCIPAL RECONCILIATION																						
<table style="width:100%; border-collapse: collapse;"> <tr><td style="text-align: right;">\$0.00</td><td>BEGINNING BALANCE</td></tr> <tr><td style="text-align: right;">\$5,430.67</td><td>+ DEPOSITS</td></tr> <tr><td style="text-align: right;">\$1,543.40</td><td>- MORTGAGE INS PAID</td></tr> <tr><td style="text-align: right;">\$1,430.06</td><td>- TAXES PAID</td></tr> <tr><td style="text-align: right;">\$1,212.86</td><td>- ESCROW REFUND</td></tr> <tr><td style="text-align: right;">\$1,244.35</td><td>*ENDING BALANCE</td></tr> </table>	\$0.00	BEGINNING BALANCE	\$5,430.67	+ DEPOSITS	\$1,543.40	- MORTGAGE INS PAID	\$1,430.06	- TAXES PAID	\$1,212.86	- ESCROW REFUND	\$1,244.35	*ENDING BALANCE	<table style="width:100%; border-collapse: collapse;"> <tr><td style="text-align: right;">\$5,020.90</td><td>PRINCIPAL APPLIED</td></tr> <tr><td style="text-align: right;">\$303,666.10</td><td>ENDING BALANCE</td></tr> <tr><td colspan="2"> </td></tr> <tr><td style="text-align: right;">\$1,728.84</td><td>CURRENT PAYMENT</td></tr> <tr><td style="text-align: right;">\$468.65</td><td>CURRENT ESCROW PMT</td></tr> </table>	\$5,020.90	PRINCIPAL APPLIED	\$303,666.10	ENDING BALANCE			\$1,728.84	CURRENT PAYMENT	\$468.65	CURRENT ESCROW PMT
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*HELD FOR DISBURSEMENTS DUE NEXT YEAR	PROPERTY ADDRESS: 5061 HAWKINS MILL WAY VIRGINIA BEACH VA 23455																						

----- 2021 INTEREST CALCULATIONS -----

TOTAL INTEREST APPLIED 2021 (NEXT DUE DATE 01/01/22) \$6,320.81

2021 MORTGAGE INTEREST RECEIVED FROM PAYER/BORROWER(S) \$6,320.81

FOR LOANS CLOSED IN 2021, THIS STATEMENT MAY REFLECT PREPAID INTEREST COLLECTED AT CLOSING, POINTS PAID, AS WELL AS MONTHLY PAYMENTS IN 2021. PLEASE RETAIN THIS STATEMENT FOR TAX REPORTING.

Mortgage Insurance Premiums paid in Box 5 may qualify as deductible mortgage interest. For questions regarding how this impacts you, please contact your tax preparer.



Instructions for Payer/Borrower

A person (including a financial institution, a governmental unit, and a cooperative housing corporation) who is engaged in a trade or business and, in the course of such trade or business, received from you at least \$600 of mortgage interest (including certain points) on any one mortgage in the calendar year must furnish this statement to you.

If you received this statement as the payer of record on a mortgage on which there are other borrowers, furnish each of the other borrowers with information about the proper distribution of amounts reported on this form. Each borrower is entitled to deduct only the amount he or she paid and points paid by the seller that represent his or her share of the amount allowable as a deduction. Each borrower may have to include in income a share of any amount reported in box 4.

If your mortgage payments were subsidized by a government agency, you may not be able to deduct the amount of the subsidy. See the instructions for Schedule A, C, or E (Form 1040) for how to report the mortgage interest. Also, for more information, see Pub. 936 and Pub. 535.

Payer's/Borrower's taxpayer identification number (TIN). For your protection, this form may show only the last four digits of your TIN (SSN, ITIN, ATIN, or EIN). However, the issuer has reported your complete TIN to the IRS.

Account number. May show an account or other unique number the lender has assigned to distinguish your account.

Box 1. Shows the mortgage interest received by the recipient/lender during the year. This amount includes interest on any obligation secured by real property, including a mortgage, home equity loan, or line of credit. This amount does not include points, government subsidy payments, or seller payments on a "buydown" mortgage. Such amounts are deductible by you only in certain circumstances.



If you prepaid interest in 2021 that accrued in full by January 15, 2022, this prepaid interest may be included in box 1. However, you cannot deduct the prepaid amount in 2021 even though it may be included in box 1.

If you hold a mortgage credit certificate and can claim the mortgage interest credit, see Form 8396. If the interest was paid on a mortgage, home equity loan, or line of credit secured by a qualified residence, you can only deduct the interest paid on acquisition indebtedness, and you may be subject to a deduction limitation.

Box 2. Shows the outstanding principal on the mortgage as of January 1, 2021. If the mortgage originated in 2021, shows the mortgage principal as of the date of origination. If the recipient/lender acquired the loan in 2021, shows the mortgage principal as of the date of acquisition.

Box 3. Shows the date of the mortgage origination.

Box 4. Do not deduct this amount. It is a refund (or credit) for overpayment(s) of interest you made in a prior year or years. If you itemized deductions in the year(s) you paid the interest, you may have to include part or all of the box 4 amount on the "Other income" line of your 2021 Schedule 1 (Form 1040). No adjustment to your prior year(s) tax return(s) is necessary. For more information, see Pub. 936 and *Itemized Deduction Recoveries* in Pub. 525.

Box 5. If an amount is reported in this box, it may qualify to be treated as deductible mortgage interest. See the 2021 Schedule A (Form 1040) instructions and Pub. 936.

Box 6. Not all points are reportable to you. Box 6 shows points you or the seller paid this year for the purchase of your principal residence that are required to be reported to you. Generally, these points are fully deductible in the year paid, but you must subtract seller-paid points from the basis of your residence. Other points not reported in box 6 may also be deductible. See Pub. 936 to figure the amount you can deduct.

Box 7. If the address of the property securing the mortgage is the same as the payer's/borrower's, either the box has been checked, or box 8 has been completed.

Box 8. Shows the address or description of the property securing the mortgage.

Box 9. If more than one property secures the loan, shows the number of properties securing the mortgage. If only one property secures the loan, this box may be blank.

Box 10. The interest recipient may use this box to give you other information, such as real estate taxes or insurance paid from escrow.

Box 11. If the recipient/lender acquired the mortgage in 2021, shows the date of acquisition.

Future developments. For the latest information about developments related to Form 1098 and its instructions, such as legislation enacted after they were published, go to www.irs.gov/Form1098.

FreeFile. Go to www.irs.gov/FreeFile to see if you qualify for no-cost online federal tax preparation, e-filing, and direct deposit or payment options.



VA HOUSING DEVELOPMENT AUTHORITY
P O BOX 4548
RICHMOND, VA 23220-8549

Annual PMI Disclosure Notice to Mortgagor

ARUN KUMAR TELLA
5061 HAWKINS MILL WAY
VIRGINIA BEACH VA 23455-3897

Loan No. 275588

01/01/22

PROPERTY ADDRESS: 5061 HAWKINS MILL WAY
VIRGINIA BEACH VA 23455

Dear Mortgagor:

Your mortgage loan requires private mortgage insurance ("PMI"). PMI protects lenders and others against financial loss when borrowers default. Charges for the insurance are added to your loan payments. Under certain circumstances, Federal Law gives you the right to cancel PMI or requires that PMI automatically terminate. Cancellation or termination of PMI does *not* affect any obligation you may have to maintain other types of insurance.

Borrower Requested Cancellation of PMI: Under the Homeowners Protection Act of 1998, if your loan closed **on or after** July 29, 1999 as a single-family primary residence, you have the right to request that PMI be cancelled on or after either of these dates: (1) the date the principal balance of your loan is first *scheduled* to reach 80% of the original value of the property or (2) the date the principal balance *actually* reaches 80% of the original value of the property. PMI will only be cancelled on these dates if (1) you submit a written request for cancellation; (2) you have a good payment history; and (3) we receive, from our approved appraiser, if requested and at your expense, evidence that the value of the property has not declined below its original value and certification that there are no subordinate liens on the property. A "good payment history" means no payments 60 or more days past due within two years and no payments 30 or more days past due within one year of the cancellation date. "Original value" means the lesser of the contract sales price of the property or the appraised value of the property at the time the loan was closed.

Automatic Termination of PMI: Under the Homeowners Protection Act of 1998, if your loan closed **on or after** July 29, 1999 as a single-family primary residence and if you are current on your loan payments, PMI will automatically terminate on the date the principal balance of your loan is first *scheduled* to reach 78% of the original value of the property. If you are *not* current on your loan payments as of that date, PMI will automatically terminate when you thereafter become current on your payments. In any event, PMI will not be required on your mortgage loan beyond the date that is the midpoint of the amortization period for the loan if you are current on your payments on that date.

If your loan closed before July 29, 1999 or if it is not a single-family primary residence or second home: The conditions for cancelling mortgage insurance for mortgages closed **before** July 29, 1999 are not statutory under federal law, they may be changed at any time (unless otherwise required by state law). To determine if you can cancel the PMI on your loan or for further information about PMI Cancellation, contact us at **P O BOX 4548, RICHMOND, VA 23220-8549 or call 1-800-235-6398.**

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