

**VERMONT HOUSING FINANCE AGENCY
RECAPTURE TAX REIMBURSEMENT FORM**

Instructions: Complete the applicable areas, attach the required documentation and mail to: **VHFA, Attn: Homeownership, PO Box 408, Burlington, VT 05401**

I/We request reimbursement for the Recapture Tax I/we were liable for and paid for in the tax year that I/we sold our VHFA financed property. I/We state that the following statements and all documents that are attached are true and accurate.

- My/our VHFA Mortgage Loan closed on or after February 1, 2006. (If closed before this date, you are not eligible for reimbursement.)
- My/Our Mortgage Loan with VHFA was in effect as of the day we sold or disposed of our property, which was _____ (insert date).
- The amount of federal Recapture Tax owed and paid \$ _____ (insert amount) was included in the federal tax return for the year I/we sold or disposed of the property.
- Copies of my/our as-filed federal tax return with all applicable W2's and/or 1099's and including IRS Form #8828 Recapture of Federal Mortgage Subsidy are attached.

I am aware and accept the following:

- VHFA reserves the right to request additional information, including evidence of tax payment, to verify the Recapture Tax liability for VHFA purposes only.
- VHFA will not consider reimbursement if the request and/or supporting documentation were not received in satisfactory form on or before July 1 of the year immediately following the year that the property was sold or disposed of.
- If the Recapture Tax was not included in the tax return for the appropriate year, reimbursement is not available.
- VHFA will only consider reimbursement, not direct payment to the IRS.
- The amount VHFA reimburses for the federal Recapture Tax will constitute taxable income in the year it is received and must be claimed as such.
- VHFA's reimbursement of the recapture tax does not constitute tax advice or take the place of a tax service and does not constitute any verification or evaluation of the applicability or calculation of the federal Recapture Tax.

VHFA recommends that you discuss federal recapture tax and its calculation with your tax advisor or preparer. Requests for reimbursements will be validated for VHFA purposes only.

Date: _____

Name: _____

Date: _____

Name: _____