

Lender's Information Return for Mortgage Credit Certificates (MCCs)

For calendar year ending 19

Part I Reporting Authority

Lender's name	Employer identification number
Lender's address (number and street)	
City, state, and ZIP code	

Part II Issuing Authority

Issuer's address (number and street)	Employer identification number
Election date	
City, state, and ZIP code	

Part III Recipients of Mortgage Credit Certificates

Name (a)	Address (b)	Social Security Number (c)
1		
2		
3		
4		
5		

Part IV Computation of the Total Amount of Mortgage Credit Certificates

Date of Issue of MCC (a)	Certified Indebtedness Amount of Each MCC Issued (b)	Certificate Credit Rate (c)	Amount of MCC Issued (Column (b) x column (c)) (d)
1			
2			
3			
4			
5			

6 Total amount of MCCs (add lines 1 through 5) ▶

Please Sign Here	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.		
	▶ _____ Signature of officer	▶ _____ Date	▶ _____ Title
Paid Preparer's Use Only	▶ _____ Preparer's signature	▶ _____ Date	Check if self-employed <input type="checkbox"/>
	▶ _____ Firm's name (or yours, if self-employed) and address		ZIP code

Paperwork Reduction Act Notice

We ask for the information on this form to carry out the Internal Revenue laws of the United States. You are required to give us the information. We need it to ensure that you are complying with these laws.

The time needed to complete and file this form will vary depending on individual circumstances. The estimated average time is:

Recordkeeping	3 hrs. 21 min.
Learning about the law or the form	35 min.
Preparing and sending the form to IRS	41 min.

If you have comments concerning the accuracy of these time estimates or suggestions for making this form more simple, we would be happy to hear from you. You can write to both the **Internal Revenue Service**, Washington, DC 20224, Attention: IRS Reports Clearance Officer T:FP; and the **Office of Management and Budget**, Paperwork Reduction Project (1545-0922), Washington, DC 20503. **DO NOT** send the form to either of these offices. Instead, see *Where To File*, below.

Caution: At the time this form went to print, section 25 provided that states and political subdivisions (issuers) may not elect to exchange authority to issue qualified mortgage bonds for authority to issue mortgage credit certificates (MCCs) after September 1990. Even if the election provision is not extended, Form 8329 must still be filed by lenders to report on issues from a pre-October 1990 election.

General Instructions

(Section references are to the Internal Revenue Code unless otherwise noted.)

Each person who makes a loan that is a "certified indebtedness amount" on any mortgage credit certificate (MCC) must maintain books and records of such activity and file Form 8329. (See Regulations section 1.25-8T.)

A separate Form 8329 must be filed for each issue of MCCs for which the lender made mortgage loans during the calendar year.

Purpose of Form

Form 8329 is to be used by lenders of certified indebtedness amounts to provide the IRS with information regarding the issuance of MCCs under section 25.

Who Must File

Each person who makes a loan that is a certified indebtedness amount on any MCC must file Form 8329.

When To File

File Form 8329 by January 31 following the close of the calendar year in which the lender made certified indebtedness loans.

The IRS may grant an extension of time to file Form 8329 if reasonable cause exists for failure to file timely.

Where To File

File Form 8329 with the Internal Revenue Service Center, Philadelphia, PA 19255.

Penalty

Any person who is required to file Form 8329 and fails to timely file that return, may be subject to a \$200 penalty for each return that was not timely filed.

Definitions

A **mortgage credit certificate** is a certificate issued under a "qualified mortgage credit certificate program" by the state or political subdivision having the authority to issue qualified mortgage bonds to provide financing for the acquisition, qualified rehabilitation, or qualified home improvement of a taxpayer's principal residence. For more information, see section 25(c)(1).

A **qualified mortgage credit certificate program** is a program established for any calendar year by a state or political subdivision that is authorized to issue qualified mortgage bonds under section 143 but elected instead to issue mortgage credit certificates. (See section 25(c)(2) for additional requirements.)

The **certified indebtedness amount** is the amount of indebtedness specified in the MCC and incurred by a taxpayer:

- to acquire his or her principal residence,
- to make qualified home improvements on that residence, or
- to make a qualified rehabilitation of that residence.

The **certificate credit rate** is the rate specified by the issuer on the MCC. However the rate cannot be less than 10% nor more than 50%. For other limitations, see Regulations section 1.25-2T(b).

Election date.—Enter the date the issuing authority elected to issue MCCs in lieu of qualified mortgage bonds for the MCC amounts included in Part IV column (b).

Residence requirements.—The MCC must be issued under a program that meets the residence requirements of section 143(c). Under these requirements, the

residence must: (1) be a single-family residence which can reasonably be expected to become the principal residence of the mortgagor within a reasonable time after the financing is provided, and (2) be located in the jurisdiction of the authority issuing the certificate. See section 25(c)(2) for additional requirements.

Specific Instructions

Part III.—Recipients of Mortgage Credit Certificates

If additional space is needed, attach a separate sheet.

Column (a).—Enter the name(s) of the MCC holder(s) to whom the lender made certified indebtedness loan(s) during the calendar year. If an MCC lists more than one holder, enter all of the holders on one line.

Column (b).—Enter the number and street, city, state, and ZIP code of the property for which the MCC was issued. Do not use a P.O. box number.

Column (c).—Enter the social security number(s) of the holder(s) listed on the MCC.

Part IV.—Computation of the Total Amount of Mortgage Credit Certificates

If additional space is needed, attach a separate sheet and include the total amount of MCCs on line 6.

Note: The information on each line in Part IV must match the information entered on each corresponding line in Part III. For example, the MCC listed on line 1 of Part IV should be the MCC that was issued to the individual(s) listed on line 1 of Part III.

Column (a).—Enter the date the issuing authority issued the MCC amounts included in column (b).

Column (c).—Enter the certificate credit rate for each MCC.

Signature

Form 8329 must be signed by an authorized representative of the lender.

If the return was prepared by an individual, firm, or corporation who was paid for preparing it, please complete the paid preparer's information. For a firm or corporation, sign in the firm's or corporation's name. Leave the paid preparer's space blank if the return was prepared by a regular employee of the lender.