

**ASSUMPTION AGREEMENT
WITH RELEASE OF LIABILITY**

FORM #151B

- Purpose:** To release original borrower from liability under the mortgage.
- Distribution:** Recorded original to Servicer. Copies to Buyer and Seller.
- Report Date:** N/A
- Report Due:** To be recorded within 30 days of the transaction date.
- Instructions:** This form must be completed in its entirety, signed and dated by the Buyer, Seller, MHFA, and then recorded.

**MINNESOTA HOUSING FINANCE AGENCY
ASSUMPTION AGREEMENT
WITH
RELEASE OF LIABILITY**

THIS AGREEMENT, dated as of the _____ day of _____, 20____, by and between the Minnesota Housing Finance Agency (hereinafter referred to as "MHFA"); and _____ hereinafter collectively referred as "Seller") and _____ (hereinafter collectively referred to as "Buyer").

WITNESSETH THAT:

WHEREAS, in accordance with Chapter 462A of Minnesota Statutes, MHFA's assignor agreed to make and the Seller (or Seller's predecessor in interest) agreed to take, a mortgage loan of \$ _____; and

WHEREAS, to evidence its indebtedness for such loan, the Seller (or the Seller's said predecessor in interest) executed, issued and delivered to MHFA' said assignor its note, dated the _____ day of _____, 20____, in the original principal sum of \$ _____ hereinafter referred to as the "Note"); and

WHEREAS, the Note and all of its terms are incorporated by reference into and secured by that certain mortgage dated the _____ day of _____, 20____, and filed for record with the _____ of _____ County, Minnesota, on the _____ day of _____, 20____, as Document No. _____ (hereinafter referred to as the "Mortgage"); and

WHEREAS, the Mortgage affects the property described below located in _____ County, Minnesota (hereinafter referred to as the "Property"), to wit:

; and

WHEREAS, MHFA is the owner and holder of the Note and Mortgage; and

WHEREAS, the Note is current with all required payments under the Mortgage having been paid; and

WHEREAS, the parties hereto mutually desire to modify and amend the Note and Mortgage, and to provide for payment of said modified Note and Mortgage by Buyer, and to release and discharge Seller from all personal obligation to MHFA to pay the debt evidenced by the said modified Note and Mortgage.

NOW THEREFORE, in consideration of the covenants contained herein and the mutual benefits to be derived therefrom, the parties hereto, for themselves and their respective heirs, executors, administrators, successors and assigns, hereby agree as follows:

1. MHFA hereby consents to the sale of the Property by Seller to Buyer, subject to the terms and conditions set forth herein.
2. The Note and Mortgage are modified and amended as follows:

a. Interest on the unpaid principal balance of the Note, computed from the date of the Agreement, shall be at the rate of _____ percent per annum.

b. Principal and interest shall be payable in consecutive monthly installments of _____ Dollars (US \$ _____), on the _____ of each month beginning the _____ day of _____, 20____. Such monthly installments shall continue until the entire indebtedness evidenced by the Note is fully paid, except that any remaining indebtedness, if not sooner paid, shall be due and payable on the _____ day of _____, 20____.

3. Buyer, in accordance with the terms of the instrument of sale or conveyance from Seller for the Property, and as further provided in this Agreement (the terms and conditions of which said Agreement shall control) agrees to pay the said Note and Mortgage according to their terms as modified herein.

4. MHFA, in consideration of the agreements contained herein, hereby releases and discharges Seller from all personal obligation to MHFA to pay the debt evidenced by the said modified Note and Mortgage, it being the intent of this instrument that from the date hereof Seller shall have no further or additional personal liability for the principal, interest, or other sums to be paid under the covenants contained in the said modified Mortgage or Note; provided however, that nothing herein contained shall be deemed to be a release or impairment of the indebtedness secured by the modified Mortgage or the lien thereof, and MHFA shall not be precluded from foreclosing the said Mortgage in the event of any default thereunder.

5. Save and except as modified herein, the terms and conditions of the Note and Mortgage remain in full force and effect.

IN WITNESS WHEREOF, the parties hereto have signed this Agreement

SELLER

SELLER

ss.

On this _____ day of _____, 20____, before me, a Notary Public within and for said County, personally appeared _____ to me known to be the person(s) described in and who executed the foregoing instrument and acknowledged that ___ he ___ executed the same as _____ free act and deed.

NOTARY PUBLIC

BUYER

BUYER

ss.

On this _____ day of _____, 20____, before me, a Notary Public within and for said County, personally appeared _____ to me known to be the person described in and who executed the foregoing instrument and acknowledged that ___ he ___ executed the same as _____ free act and deed.

NOTARY PUBLIC

MINNESOTA HOUSING FINANCE AGENCY

By: _____

Its: _____

ss.

The foregoing instrument was acknowledged before me this _____ day of _____, 20____, by, _____, _____ of the Minnesota Housing Finance Agency, a public body corporate and politic of the State of Minnesota, on behalf of the Agency.

NOTARY PUBLIC