



# First Time Second Chance Home Buyer Deduction

NAME(S) AS SHOWN ON TAX RETURN

PRIMARY SOCIAL SECURITY NUMBER

SPOUSE SOCIAL SECURITY NUMBER

**This form is required to be submitted with the Form 40 if the taxpayer is claiming a deduction for deposits made to these account(s) or excluding interest earned in these account(s).**

**Part I - Designation of First Time and Second Chance Homebuyer Account(s)**

1. Financial Institution Name and Address: ● \_\_\_\_\_
2. Date Account Opened: ● \_\_\_\_\_
3. Account Number: ● \_\_\_\_\_
4. Account Holder(s):  
 Primary: ● \_\_\_\_\_  
 Secondary: ● \_\_\_\_\_
  
5. Financial Institution Name and Address: ● \_\_\_\_\_
6. Date Account Opened: ● \_\_\_\_\_
7. Account Number: ● \_\_\_\_\_
8. Account Holder(s):  
 Primary: ● \_\_\_\_\_  
 Secondary: ● \_\_\_\_\_

**Part II - Deposits into the First Time and Second Chance Homebuyer Account(s)**

1. Total deposits made by the account holder(s) this year: .....	1.	●
2. Total principal and earnings in account(s) at year end: .....	2.	●
3. Deduction Allowed (enter here and on Form 40, Page 2, Part II, Line 13): .....	3.	●
If the account is greater than 5 years old or line 2 is greater than \$25,000 for individual accounts or \$50,000 for joint accounts, enter zero, no deduction is allowed. Otherwise, enter the lesser of Line 1 or \$5,000 for filing status of Single or Head of Family or \$10,000 for married filing joint.		
4. Interest/Earnings this year (Enter on Schedule B, Line 1, Column A and Attach 1099): .....	4.	●
(A copy of the statement of account(s) showing all account transactions must be attached to this form.)		

**Part III - Withdrawals**

1. Amount of funds withdrawn from the account(s): .....	1.	●
2. (a) Were the funds used for eligible expenses to purchase a home in the state of Alabama?: .....	2a.	● <input type="checkbox"/> Yes ● <input type="checkbox"/> No
(b) Address of Residence Purchased ● _____ (A copy of the closing statement is required to be attached to this form)		
3. Were the funds deposited into another First Time and Second Chance Homebuyer Account?(Provide statements for both accounts) .....	3.	● <input type="checkbox"/> Yes ● <input type="checkbox"/> No
4. Amount withdrawn - not used for eligible expenses or rolled into another First Time and Second Chance Home Buyer account (Enter full amount of fund plus interest here and on Form 40, Page 2, Part I, line 8, Other Income): .....	4.	●

**Part IV - Penalty**

1. Were the funds withdrawn by reason of account holders death or disability?: .....	1.	● <input type="checkbox"/> Yes ● <input type="checkbox"/> No
2. Were the funds withdrawn pursuant to a disbursement of assets under Bankruptcy?: .....	2.	● <input type="checkbox"/> Yes ● <input type="checkbox"/> No
3. Were the funds withdrawn due to unemployment after the account holder(s) has exhausted applicable unemployment compensation benefits? .....	3.	● <input type="checkbox"/> Yes ● <input type="checkbox"/> No
4. Penalty for Withdrawal for Purposes Other Than Eligible Costs (if you answered yes to lines 1, 2 or 3, enter 0; otherwise enter 10% of Part III, Line 4 here and on Schedule ATP, Part II, line 2): .....	4.	●