

STATE TRANSFER TAXES

DOC STAMPS ON THE DEED

.70 per every hundred dollars, or fraction of, the total purchase price.

DOC STAMPS ON THE NOTE

.35 per every hundred dollars, or fraction of, the total loan amount.

INTANGIBLE TAX

.002 (2 Mills) X the total new loan amount = Intangible Tax

EXAMPLE: JOHN IS PURCHASING A HOME FOR \$100,000.50 HE IS ASSUMING A FIRST MORTGAGE FROM THE SELLER FOR \$78,250 AT 5% INTEREST. HE IS ALSO GETTING A BRAND NEW MORTGAGE FOR \$5,000., HIS CLOSING COSTS ARE \$2,500, AND BINDER DEPOSIT OF \$1,000.

WHAT ARE THE TOTAL TRANSFER FEES FOR THIS TRANSACTION?

DOC STAMPS ON THE DEED

$\$100,000.50 / 100 = 1000.005$, ROUND UP TO NEAREST HUNDRED 1001 TAXABLE INCREMENTS X .70 = \$700.70

DOC STAMPS ON THE NOTE. (OLD MORTGAGE)

$\$78,250. \text{ ASSUM. MORT.} / 100 = 782.50$, ROUND UP TO 783 X .35 = \$274.05

DOC STAMPS ON THE NOTE (NEW MORTGAGE, 2ND MORTGAGE)

$\$5,000. \text{ NEW MORT.} / 100 = 50 \text{ X } .35 = \17.50

INTANGIBLE TAX

$\$5,000. \text{ NEW MORT.} \text{ X } .002 \text{ (2 MILLS)} = \$10.$

ANSWER: \$1002.25. DEBIT TO BUYER ONLY