**FAIM Program**

**Guidelines for Vehicle Purchase Asset**

**Prior to Purchase:**

* Minimum 6 months + 1 day of enrollment (from first deposit date)
* Successful completion of Financial Literacy Training
* Successful completion of Car Care/Buying Class
* Consistent deposits in FAIM savings account
* Coach to confirm that participant’s budget supports cost of vehicle ownership:
* Ability to pay vehicle insurance, gas, regular maintenance, repairs, tab renewal, driver’s license renewal, etc.
* Include items from “Edmunds True Cost to Own”.

**Eligible Use of Funds:**

* Full purchase or down payment on a vehicle from a dealership or private seller
	+ Purchase price capped at $16,000 if participant can bring in additional savings or secure a loan at or below 5% interest.
	+ Budget must show ability to support cost of vehicle ownership.

**In-Eligible Use of Funds:**

* Vehicle purchased from an auction.
* Luxury or high-performance vehicles

**Required Documentation at Payout:**

* Kelly Blue Book (kbb.com) or NADA (nadaguides.com) values of the car being purchased.
	+ Price must fall between the retail value and private party value of these guidelines
* Passing vehicle inspection report from a reputable mechanic.
* Copy of the front and back of the title and lien release (if applicable).
* Copy with payout request and after payout is completed to verify transfer of ownership.
* **Vehicle title / transfer to be in FAIM participant’s name only**.
* Signed purchase agreement - with payout request AND after to show FAIM funds were applied.
* Proof of vehicle insurance.
* Copy of participant’s valid MN driver’s license.