

FHA Single Family

2010 Sustainable Homes & Communities Conference

FHA Update

August 31, 2010 thru September 2, 2010

Presented by:

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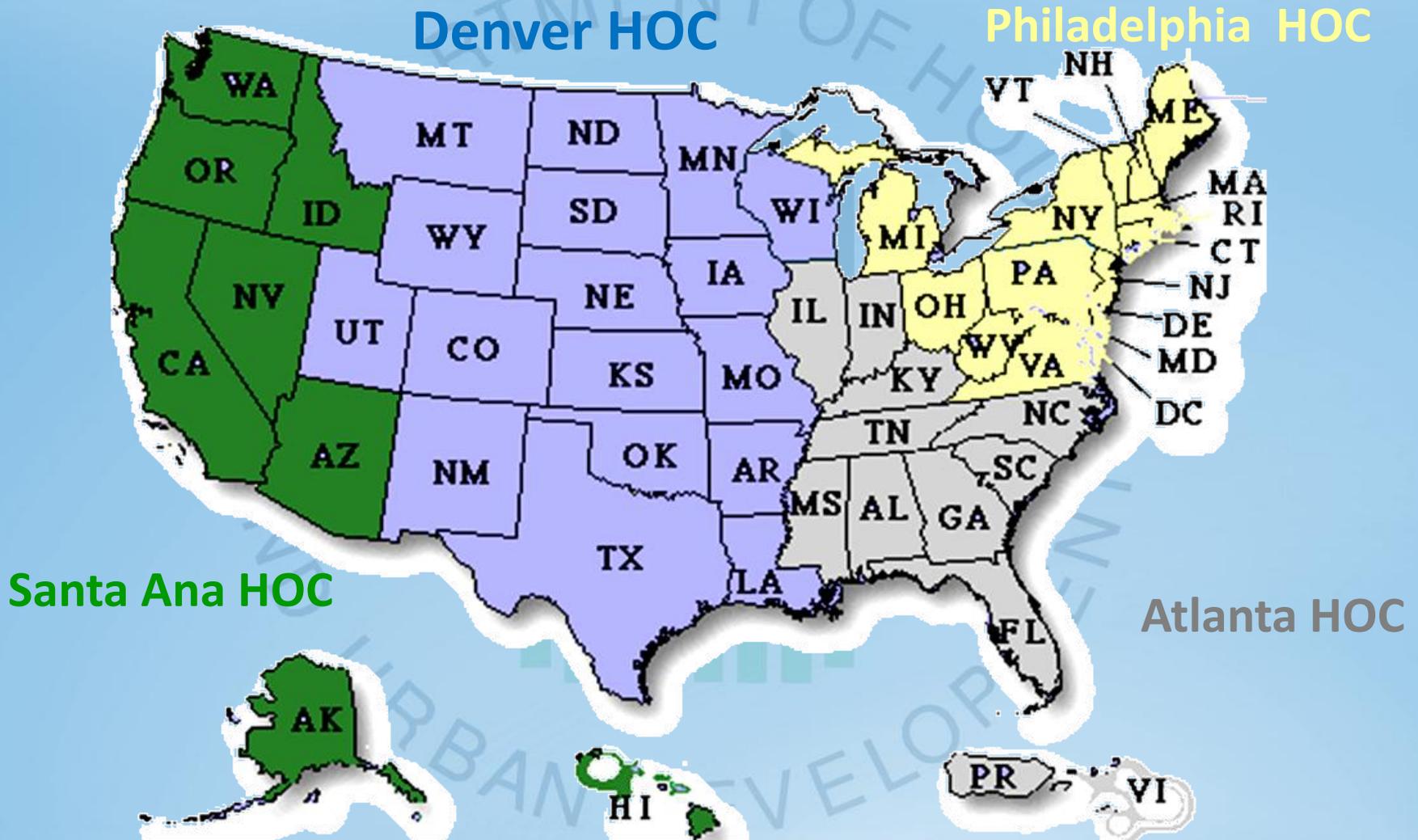
Achieving & Sustaining Homeownership



Overview

- I. Strategic Plan
- II. FHA Market
- III. Legislation & Policy
- IV. Contacts

FHA Homeownership Centers



Strategic Plan

Mission

Create Strong, Sustainable, Inclusive Communities and Quality, Affordable Homes for All

Goals

- 1. Strengthen the Nation's Housing Market to Bolster the Economy and Protect Consumers**
- 2. Meet the Need for Quality Affordable Rental Homes**
- 3. Utilize Housing as a Platform for Improving Quality of Life**
- 4. Build Inclusive and Sustainable Communities Free from Discrimination**
- 5. Transform the Way HUD Does Business**

Strategic Plan

Sub-Goals

Strengthen the Nation's Housing Market to Bolster the Economy and Protect Consumers

Sub-goal A: Stem the foreclosure crisis

Sub-goal B: Protect and educate consumers when they buy, refinance or rent a home

Sub-goal C: Create financially sustainable homeownership opportunities

Sub-goal D: Establish an accountable and sustainable housing finance system

Strategic Plan

Protect Homeowners

- React
- Reform &
- Educate
- Transform

Build Trust in the U.S. Mortgage Market

FHA Market

1. U.S. Mortgage Market Share is 30%
2. Changing the Baseline (Law, Policy, & Credit)
3. Book of Business

Legislation

Acts

- Housing & Economic Recovery
- Homeownership & Equity Protection
- American Recovery & Reinvestment
- Helping Families Save Their Homes
- Homeownership & Business Assistance

Legislation (continued)

Dodd-Frank Wall Street Reform and Consumer Protection Act

Passed July 29, 2010

1. **Requires 5% Credit Risk Retention**
2. **Establishes Consumer Financial Protection Bureau (CFPB) Est.**
3. **Moves RESPA, TILA, HOEPA, HMDA, and SAFE to CFBP**
4. **Prohibits Steering & YSP (See also MDIA)**
5. **Sets Minimum Standards for Mortgagors' Ability to Pay**
6. **Appraisals, AMCs and AVM (Regulate/Replace HVCC/Flipping)**
7. **Sets New Servicing Guidelines for Escrows, Payoffs, Fees, & ARMs**
8. **Establishes the Office of Housing Counseling within HUD**

Legislation (continued)

H.R. 5072, FHA Reform Act of 2010

1. **Increase annual MIP**
2. **Mandatory v. Discretionary Charging of MIP**
3. **Increase Indemnification Applicability**
4. **Increase Lender Termination Authority**
5. **Establish DAS for Risk Management**
6. **Charge Secretary with Evaluating Book of Business**
7. **Require use of Nationwide Mortgagee License System & Registry**
8. **Require Internal and External Audit of MMI Fund**
9. **Require EPD and Foreclosures Reporting**
10. **Allow FHA to Reimburse DE Lenders for HCA Costs**

Policy

- Recovery
- Risk Management ★
- Transformation

Policy (continued)

- *[Upfront &]* Annual Mortgage Insurance Premium
- FICO Scores & Down Payment
- Seller Concessions 6% to 3%
- Enforcement & Quality Assurance

Points to Remember

1. Stem Foreclosures
2. Educate
3. Homeownership Protection
4. Trust

Questions



Contacts

**1-800-CALL-FHA
(1-800-225-5342)**

answers@hud.gov

FHA.GOV & HUD.GOV

**HUD-Approved Housing Counseling
Agencies:**

1-800-569-4287

**HOPE NOW Hotline
888-995-HOPE**

Join HUD/FHA's Housing's Email List

<http://www.hud.gov/offices/hsg/sfh/ref/hsgregst.cfm>

HUDCLIPS

<http://www.hud.gov/offices/adm/hudclips/index.cfm>

FHA Handbook Portal

www.fhaoutreach.gov

Thank You



www.fha.gov

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