Request for
Waiver of Housing Directive

1. Field Office
   Office of Single Family Program Development

2. Program and DAS (e.g., multifamily development)
   Office of Single Family Housing

3. Waiver Requested by (person, entity, HUD employee)
   Kevin Stevens, Director, Home Mortgage Insurance Division

4. Waiver Item (directive number, date, page, paragraph, etc.)
   Handbook 4000.1 II.A.8.a.vii(B)

Relief Sought

A limited temporary waiver of the requirement that deems a repair to be "major" and therefore ineligible to be financed as part of the "Limited" 203(k) program where such a repair prevents the borrower from occupying the property for more than 15 days. This waiver is limited to 203(k) mortgages closed on or before June 30, 2018, secured by properties in the Commonwealth of Puerto Rico. This does not waive the requirement that at least one borrower occupy the property within 60 days in accordance with the requirements in Handbook 4000.1 II.A.1.b.iii (A) for Principal Residences.

5. [ ] Yes (skip No. 6)  If previously approved, give Counsel's name and date of approval.
   [x] No (go to No. 6)

6. Counsel Determination. The Waiver Proposal does not conflict [ ] conflicts [ ] with statutory or regulatory provisions (cite rule or provision)

Counsel (signature) Amy Brown
Date 11/18

7. Employee Justification (attach additional pages if necessary)

FHA's Limited 203(k) program may be used to finance minor remodeling and non-structural repairs and the total rehabilitation cost may not exceed $35,000. FHA is aware that as a result of Hurricane Maria's impact to Puerto Rico, a large number of properties in the Commonwealth have been damaged and are in need of repair. As a result, the time periods for completion of even minor repairs have been lengthened resulting in the inability to utilize FHA's Limited 203(k) rehabilitation program. Therefore, FHA believes that the situation in the Puerto Rico has necessitated a temporary waiver of FHA definition of a major repair as related to the time period for completion of repair within 15 days.

Field Office Concurrence

Name Elisa Saunders
Title Director, Office of Single Family Program Development
Date

8. [x] Granted
   [ ] Not Granted

Housing Director (signature) EES
Date 1/10/18

Comments

Public reporting burden for this collection of information is estimated to average xx minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. HUD may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number.

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One copy to each of the following: Director, Organizational Policy, Planning and Analysis Division, Room 9116, HUD Headquarters, HRO
Assistant General Counsel, Multifamily Mortgage Division, HUD Headquarters, Room 5220, CAHAA
Office of the Deputy Assistant Secretary for Single Family Housing, Room 9282, HUD Headquarters, HU
Office of the Deputy Assistant Secretary for Multifamily Housing, Room 6166, HUD Headquarters, HT

Previous versions obsolete

form HUD-2 (12/2013)