

NEWS ALERT!!

Minnesota Homes Division



MMP/CASA

October 16, 2006

RMIC: LOW COST MI

Minnesota Housing and **RMIC** announce special mortgage insurance rates for loans sold to Minnesota Housing effective September 29, 2006. This partnership lowers borrower monthly payments.

RMIC Minnesota Housing MI Rates

- Available only on **RMIC**-insured loans sold to Minnesota Housing
- Lowers borrowers monthly mortgage insurance payments
- Loans must meet **RMIC** eligibility criteria and guidelines

For more information, visit the Minnesota Housing website or contact RMIC:
www.mhfa.state.mn.us/homes/homes_lendersagents.htm

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USE UPDATED FORMS

Please use the updated version of the following forms:

Loan Reservation Fax Form updated 8/06

Mortgage Submission Voucher updated 8/06

Forms are available on: www.mhfa.state.mn.us/homes/MMP_Forms.htm

HAF PROGRAM GUIDELINES REMINDER

HAF program guidelines include:

- HAF Monthly Payment Assistance is available only to borrowers with a housing ratio above 30%
- Borrower HAF Cash Contribution: \$500
- Asset Test: Borrower liquid asset reserves after closing may not exceed 6 months PITI or \$5,000, whichever is less. Retirement accounts are not considered, i.e., 401-K, IRA

- All HAF Monies into Transaction: HAF monies representing a reimbursement to the Borrower must be reflected on HUD-1 as an item paid outside of closing – POC, and the first mortgage product must allow the replenishment, reimbursement, or refund

QUESTIONS

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