



Homeownership Program Bulletin

February 16, 2016

Program Bulletin 2016-05

To: CalHFA Approved Lenders

New Net Funding Procedures for CalHFA Subordinate Loans

Effective April 1, 2016, all fees for subordinate loans will be net funded at the time of purchase. CalHFA will no longer require corporate checks and/or money orders for any fees owed to the Agency.

After April 1st, all fees will be net funded by CalHFA and any check and/or money order for these fees will be returned to the lender after loan purchase.

This will eliminate additional fees accruing to the subordinate loan due to non-receipt of the corporate check and/or money order prior to the expiration date.

Lenders still must submit the extension fee via corporate check and/or money order prior to the expiration date for all loans that have been extended and are scheduled to be purchased prior to April 1, 2016.

For questions about this bulletin, contact CalHFA Homeownership Programs Division by phone 916.326.8033; by fax 916.324.6589; by email at SFLending@calhfa.ca.gov. Plus you can always visit CalHFA's website at: www.calhfa.ca.gov or Single Family Lending Division directly at www.calhfa.ca.gov/homeownership.

CalHFA thanks you for your business and we look forward to continuing to support your affordable housing loan needs.