

BULLETIN #2017-58

TO: Distribution

DATE: November 6, 2017

RE: CMG Financial Correspondent Lending Updates

EFFECTIVE: As noted below

CMG FINANCIAL CORRESPONDENT LENDING UPDATES

Topics Covered in this Announcement:

- Disaster Area Update: FHA WAIVER-Four Additional California Counties

DISASTER AREA UPDATE-FHA WAIVER FOR FOUR ADDITIONAL CALIFORNIA COUNTIES

On November 1st, the Federal Housing Administration (FHA) issued a waiver of its policy on the timeframe for completing the inspection of properties prior to closing or submitting the mortgage for FHA insurance endorsement in the Presidentially-Declared Major Disaster Areas in certain additional counties in the state of California impacted by wildfires. Disaster inspection reports for FHA transactions may now be ordered in the following California counties:

Lake, Napa, Mendocino, Sonoma

Note on other California counties impacted by DR 4344: Although there is no FEMA end date, FHA issued a waiver for Butte, Nevada, Orange and Yuba counties on 10/24.

Effective Date: *November 1, 2017*

Links:

- FEMA Declaration: <https://www.fema.gov/disaster/4344>
- FHA Waiver for Butte, Nevada, Orange, Yuba Counties: https://www.hud.gov/sites/dfiles/OCHCO/documents/sf_hb40001waiverCA.pdf
- FHA Waiver for Lake, Napa, Mendocino and Sonoma Counties: https://www.hud.gov/sites/dfiles/Main/documents/CAWildfires_Inspection_waiver.pdf

Standard FHA Policy:

For mortgages in process secured by properties in a PDMDA that have not closed or are pending endorsement, mortgagees must follow the guidance contained in the Single Family Housing Policy Handbook 4000.1 (SF Handbook) Section II.A.7.c, Inspection and Repair Escrow Requirements for Mortgages Pending Closing or Endorsement in Presidentially-Declared Major Disaster Areas. FHA's current policy requires that a damage inspection be performed following the close of the Incident Period as defined by the Federal Emergency Management Agency (FEMA).

***Please contact your Correspondent National Sales Manager
or your Correspondent Liaison with any questions.***

3160 Crow Canyon Road, Suite 400, San Ramon, CA. 94583 | 800.501.2001 | NMLS #1820 | www.cmgfi.com

all states. CMG Mortgage Inc. is an equal opportunity lender, licensed by the Department of Business Oversight under the California Residential Mortgage Lending Act No. 4150025; Loans made or arranged pursuant to a California Finance Lenders Law license No. 6053674. For information about our company, please visit us at www.cmgfi.com. To verify our complete list of state licenses, please visit www.nmlsconsumeraccess.org. For more information on State licenses, please visit <http://www.cmgfi.com/corporate/licensing>.

