

1 RESOLUTION 84-60

2 RESOLUTION OF THE BOARD OF DIRECTORS
3 OF THE CALIFORNIA HOUSING FINANCE AGENCY
4 APPROVING THE SCHEDULE OF INSURANCE PREMIUMS
5 TO BE CHARGED FOR MORTGAGE LOAN INSURANCE UNDER
6 THE "90/10" MORTGAGE INSURANCE PROGRAM

7 WHEREAS, pursuant to the Zenovich-Moscone-Chacon
8 Housing and Home Finance Act (the "Act") the California Housing
9 Finance Agency (the "Agency") has the authority to insure
10 privately-financed mortgage loans for the purpose of reducing the
11 perceived risks such loans entail;

12 WHEREAS, pursuant to Resolution 84-59, the Board of
13 Directors of the Agency (the "Board") has approved the
14 establishment of the 90/10 Mortgage Insurance Program (the "90/10
15 Program") of the California Housing Insurance Fund (the "Fund");

16 WHEREAS, pursuant to Section 51855 of the Act, the
17 Board has held a public hearing with regard to a schedule of
18 premiums to be charged for such mortgage loan insurance;

19 NOW, THEREFORE, BE IT RESOLVED, by the Board of
20 Directors of the California Housing Finance Agency as follows:

21 Section 1. The Agency, after due consideration
22 following a public hearing held pursuant to the Act, is of the
23 opinion and hereby determines that the following schedule of
24 premiums for mortgage loan insurance for permanent loans insured
25 pursuant to the 90/10 Program of the Fund is adequate to
26 establish reserves as required by law, to defray losses which may
27 be occasioned by defaults of insured loans and to pay operating
expenses of the Program, and the Agency hereby adopts such
schedule:

28 Premium Plan A - Annual Premiums

29 1. Initial Premium - The premium for the first year
30 will be 1.0% of the principal amount of the permanent
31 loan at the time of recording of such loan, which
32 premium will be due and payable prior to any issuance
of a certificate of insurance.

33 2. Subsequent Annual Premiums - Subsequent annual
34 premiums will be 0.25% of the outstanding principal
35 balance of the loan, due and payable prior to each
36 anniversary of the issuance of the certificate of
37 insurance.

38 -OR-

39 Premium Plan B - Single Premium

40 The alternative single premium is equal to 2.0% of the
41 principal amount of the permanent loan at the time of

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recording of such loan, which premium will be due and payable prior to any issuance of a certificate of insurance. The single premium is nonrefundable and provides for ten years of coverage.

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6 Section 2. The officers of the Agency are hereby authorized and directed, jointly and severally, to do any and all things and to execute and deliver any and all documents which they may deem necessary or advisable in order to implement this schedule of premiums pursuant to the 90/10 Program.

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I hereby certify that this is a true and correct copy of Resolution 84-60 adopted at a duly constituted meeting of the Board of Directors of the California Housing Finance Agency held on December 13, 1984.

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ATTEST: _____
Secretary

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