# *Program Bulletin*

**August 2, 2000**                                    **Program Bulletin #2000-15**

## To:   CHFA Approved Lenders

### Amendment to CHFA Program Bulletin #2000-14 regarding
### HUD MORTGAGEE LETTER 00-23

In CHFA Program Bulletin #2000-14 the Agency indicated that it would continue to reserve CHFA funds and allow lenders to submit loans for condominiums under HUD Section 234(c) for conditional approval.  The Agency would, however, suspend the purchase of these loans until such time as Congress approves either supplemental credit subsidy or enacts new credit subsidy for FY2001.

CHFA's loan reservations normally require delivery within 90 days of the initial reservation date.  CHFA extends this delivery date by 30 days with a one-point late delivery fee.  Loans that cannot be delivered within the full 120-day reservation period are normally cancelled.

Effective immediately, CHFA will enact a new temporary reinstatement policy for HUD 234(c) loans where the CHFA 120-day reservation has either expired or will expire due to HUD's temporary suspension.  CHFA will reinstate cancelled reservations at the original reserved interest rate upon submission of the standard CHFA closing document package to CHFA if the loans are submitted to the Agency for purchase within 30 days after HUD lifts the temporary suspension.  CHFA will also waive the late delivery fee for these loans.

Also, please be advised that CHFA's temporary suspension policy as implemented by Program Bulletin #2000-14 on HUD 234(c) condominium loans does not apply to CaHLIF-insured and VA guaranteed condominium loans. Lenders may continue to submit these loans for purchase in accordance with standard delivery procedures and requirements.

Questions regarding this bulletin should be directed to CHFA, Single Family Programs, 1121 L Street, 7th Floor, Sacramento, CA 95814; or by phone (916) 324-8088; or by fax (916) 324-6589.  Information on CHFA home ownership programs, policies, forms, interest rates, income limits, etc. may be found on CHFA's web site at the following address: www.chfa.ca.gov.