



Program Bulletin

June 5, 2002

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To: CHFA Approved Lenders

EARTHQUAKE INSURANCE REQUIREMENT REMOVED

Effective immediately the requirement to provide earthquake insurance on newly constructed condominiums and attached PUD's for eligible loans submitted to CHFA is **removed**. Specifically, the paragraphs with the heading "Earthquake Insurance" in the Program Manual (Rev. 8/99) in Chapter 2, Section B-3-c and in the Servicer's Guide (Rev. 3/00) in Section 3, page 5, Section 9-c are hereby **deleted**. The current exemption from providing earthquake insurance on resale loans for units in existing condominiums and attached PUD's continues in effect.

This earthquake exemption applies to all un-purchased loans currently in the Lender Access System (Status 1 through 45) and to all new reservations effective the date of this bulletin.

Questions regarding this bulletin should be directed to CHFA, Homeownership Programs at 1121 L Street, 7th Floor, Sacramento, CA 95814; by phone (916) 324-8088; by fax (916) 324-6589; by e-mail at homeownership@chfa.ca.gov or visit CHFA's website at: www.chfa.ca.gov



Lenders are encouraged to use CHFA's FHA Energy Efficient Mortgage Program (EEM) to minimize energy usage and costs. Additional information regarding EEMs is available on CHFA's web page.