



Homeownership Program Bulletin

Date: April 13, 2004

Program Bulletin #2004-11

To: CalHFA Approved Lenders

INCREASE OF LENDER'S ALLOWABLE ORIGINATION FEE

CalHFA has established a "Loan Origination Fee Pilot Project" regarding origination fees that Lenders are allowed to charge on CalHFA first mortgage loans. Under this pilot project, which will be in effect for up to two years, the Agency will increase Lender's allowable loan origination fee on CalHFA first mortgages from one (1%) to a maximum of one and one-half percent (1.50%) of the loan amount. This pilot project has been developed to ascertain the impact of the fee increase on CalHFA loan production. The fee increase only affects loan reservations dated on or after April 14, 2004. All other fee allowances remain unchanged and are outlined in our Lender Program Manual which can be found on our web site at www.calhfa.ca.gov.

CalHFA reserves the right to amend or withdraw the allowed increased fee at anytime, including within the pilot project period. Lenders will receive notices of any amendment or cancellation of the origination fee increase by announcement through CalHFA's Homeownership Program Bulletins.

For questions about this bulletin, contact CalHFA Homeownership Programs by phone 916.324.8088; by fax 916.324.6589; by email at homeownership@calhfa.ca.gov and you can always visit CalHFA's web site at: www.calhfa.ca.gov

Please send all loan files and documents to:
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