



Homeownership Program Bulletin

June 18, 2007

Program Bulletin #2007-20

To: CalHFA Approved Lenders

MODIFICATION TO THE BUILDER-LOCK (BLOCK) PROGRAM Effective June 19, 2007

This bulletin modifies Program Bulletin #2005-22, Enhancement to the BLOCK Program, dated August 25, 2005.

Effective June 19 at 12:01 AM, the following loan products are the only products available for all new forward commitments purchased, and any new reservation made on an existing forward commitment under our BLOCK Program:

- 30-Year Fixed Mortgage (Conventional) of up to 100% loan-to-value (LTV)
- 30-Year Fixed Mortgage Government (FHA, VA and USDA)
- 30-Year Fixed Mortgage for Extra Credit Teacher Program (ECTP)
- 40-Year Fixed Mortgage (Conventional) of up to 100% of LTV

The *interest only* PLUSSM (IOP) will no longer be available for reservations made under the BLOCK Forward Commitment Program.

CalHFA will continue to process IOP whole loan purchases on reservations under forward commitments made on or before June 18, 2007 per the terms of the Forward Commitment. IOP loans will not be available for nonprofit commitments that are extended.

All other provisions of Program Bulletin #2005-22 remain in effect, including the provision that subordinate loans are not part of the BLOCK Program, but are subject to the availability, rate and terms in effect on the date that the first mortgage is reserved.

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