



Homeownership Program Bulletin

March 27, 2009

Program Bulletin #2009-04

To: CalHFA Approved Lenders

Mortgage Insurance Premium Changes

CalHFA is committed to helping provide affordable housing to all qualified low and moderate income, first-time homebuyers throughout California. As the housing market is faced with increasing delinquencies and declining values, CalHFA is positioning itself to address these economic forces while continuing to offer the best possible financing to qualified homebuyers.

This bulletin updates Program Bulletin 2008-09, dated March 21, 2008, and Program Bulletin 2008-24, dated July 22, 2008. Effective on loan reservations dated on and after April 1, 2009, CalHFA Mortgage Insurance premiums will be increased as shown on the CalHFA Mortgage Insurance Rate Chart below.

CalHFA Mortgage Insurance Rate Chart

LTV	Coverage	Premium	Coverage	Premium
97.01 – 100%	20%	.84%	35%	1.27%
95.01 – 97%	18%	.77%	35%	1.10%
90.01 – 95%	16%	.72%	35%	1.06%
85.01 – 90%	12%	.52%	35%	1.01%
85% & Under	6%	.38%	35%	.88%

Mortgage Insurance coverage requirements specific to each loan program can be located within each Program Description. Both CalHFA Conventional Loan Underwriting Guidelines and Program Descriptions provide loan eligibility requirements and can be found at www.calhfa.ca.gov/homeownership.

CalHFA's Homeownership Division thanks you for your business and we look forward to continuing to support your affordable housing loan needs. 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