

1-11-2010 NJHMFA Bulletin - 1% Reimbursable Fee Placement on New GFE & HUD-1

This Bulletin is to clarify where you should disclose the reimbursable 1% fee collected from the borrower (see Section 3 on attached revised Term Sheet) on the new GFE and HUD-1 on NJHMFA First Time Home Buyer loans.

1. On the GFE the reimbursable 1% fee should be listed in the Section titled "Your Charges for All Other Settlement Services" #3. "Required services that we select". You may note in parentheses that the fee will be reimbursed at closing.

2. On the HUD-1 the credit for reimbursement may be listed in Section 800 "Items Payable in Connection with Loan" on line 808.

Please note that the attached revised Section 12 B of the Term Sheet addresses the \$325 maximum origination charge the lender may charge for out-of-pocket expenses that is placed on the GFE in the Section titled "Your Adjusted Origination Charges" #1. Our origination charge" and on the HUD-1 Section 800. "Items Payable in Connection with Loan" on line 801.