



ANNOUNCEMENT#10-11, March 29, 2010

To: All Michigan Mutual Brokers

Re: Increase in Upfront Mortgage Insurance Premiums

HUD announced in Mortgagee Letter 2010-02, effective for FHA loans with case numbers assigned on or after April 5, 2010, FHA will collect an upfront mortgage insurance premium (UFMIP) of 2.25%. This policy change will increase premiums for all purchase money and refinance transactions, including FHA-to-FHA refinance transactions (including streamline refinance transactions).

- Applications submitted that do have an **FHA case number assignment date after April 5, 2010 will be subject to the new upfront mortgage insurance premium (UFMIP) factor.**
- Applications that are disclosed with the lower UFMIP factors and **do not have a case number assignment date prior to April 5, 2010 will be required to re-disclose to increase the UFMIP to the borrower within 3 days of the change in circumstance event, or no later than April 8, 2010 to comply with RESPA.**

Link to Mortgagee Letter 2010-02:

<http://www.hud.gov/offices/adm/hudclips/letters/mortgagee/files/10-02ml.pdf>

Please contact your account executive if you have any questions.

We appreciate and value your business!