



MONTHLY LENDER NOTICE

November 1, 2014



NOTE TO LENDERS: The purpose of the Monthly Lender Notice is to provide Lenders with important program information updates and reminders. Interest rate information is published each week in the "Availability of Funds and Notice of Terms Bulletin". A new Monthly Lender Notice is issued by SONYMA by the first calendar day of each month.

UPDATES AND REMINDERS

NEW STUDENT LOAN POLICY

Effective for any loan submitted to the pool insurer on or after December 1, 2014, deferred student loans must be included as part of the borrower's liabilities. If the credit report does not indicate a payment, copies of the borrower's payment letters must be obtained from the student loan servicer. In absence of payment letters, a monthly payment will be calculated by using 1.25% of the outstanding balance of the loan.

For Income-Based Income Repayment (IBR) loans, documentation must be submitted for the monthly payment amount which has been **approved** by the student loan servicer. If the loan is not in repayment, a monthly payment will be calculated by using 1.25% of the outstanding loan balance. The maximum total debt-to-income ratio for borrowers enrolled in an IBR program, or a student loan program which requires interest only payments is 42%.

If the borrower is receiving assistance or a forgiveness grant toward the repayment of student loans, documentation of the assistance must be provided and the assistance will be added to the borrower's monthly qualifying income. The assistance must continue for at least 3 years from the mortgage loan application date and the student loan payment must be included in the borrower's liabilities as described above.

NEW POLICY ON COOPERATIVE FLIP TAXES

Effective immediately for cooperative share loans and including any loans currently in SONYMA's pipeline that have not yet been approved, SONYMA is modifying its policy with respect to transfer or "flip" taxes. SONYMA will allow up to a 5% transfer tax (flip tax, previously 3%) without making any adjustments when determining the maximum loan amount. However, if the flip tax exceeds 5% of the appraised value, the amount exceeding 5% will be deducted from the appraised value and the LTV is based on the adjusted amount.

HIGHER INCOME LIMITS FOR THE ACHIEVING THE DREAM PROGRAM

Effective for all reservations dated on or after **September 26, 2014**, SONYMA increased the income limits for the Achieving the Dream Program from 70% of AMI to 80% of AMI. *Attached are the revised limits.*

UPDATED SONYMA STAFF DIRECTORY

Attached please find an updated SONYMA staff directory. Please retain this directory and use it when contacting SONYMA. The directory lists each major function of the Agency's programs and the individual(s) responsible for that function.

SONYMA UNIVERSITY

Attached is the schedule for the upcoming SONYMA University classes. This time, we are covering some new policies, and answering your most frequently asked questions about completing the Recapture Notification and Mortgagor's Affidavit. We will give you lots of helpful information about getting your SONYMA appraisals approved, and offer a new round of Remodel NY Certification classes, just in time to kick-off the new year with a niche product to offer!

THE NEW REMODEL NY!!!

SONYMA announced changes to the Remodel NY program that will expand access of this product to all the Lenders in

our network! This program enables a first-time homebuyer to purchase a home and finance the cost of any home improvements the home may need. The loan amount is based on the lesser of the purchase price plus repairs or the after-improved value of the house. Eligible repairs include: a new furnace, roof, flooring, remodeling kitchens and baths, installing new free-standing appliances into the mortgage, and much more. Including renovation in the mortgage allows borrowers to avoid charging up credit card debt, and makes it possible for them to save their cash for furniture, other household items, or a rainy day fund. Here are some highlights of the changes and program guidelines:

- We consolidated the Remodel NY with the Own It, Fix It! New York Program to create one program called Remodel NY program.
- This program will be an add-on to either the Achieving the Dream and Low Interest Rate Programs, enabling borrowers whose income qualifies them for ATD to receive the benefit of a purchase renovation mortgage at the lower interest rate (currently 3.875%).
- We eliminated the maximum dollar amount of repairs that can be completed and the % of after-improved value that can be dedicated to repairs. The only limitations you need to look for now are the purchase price limits by county (which would include the purchase price of the property plus the renovation and all associated financed fees), and the after-improved value.
- SONYMA is taking on the draw administration for you! Lenders who previously were unable to offer the Own It, Fix It! New York Program or Remodel NY due to the inability to process draws will now be able to originate Remodel NY loans knowing that SONYMA will pick up the process from loan purchase through the completion of the renovation process.
- 97% LTV based on the lesser of the after-improved value or the purchase price plus renovation and all associated financed fees
- 1- and 2-family properties, PUDs and Condos permitted
- Can be combined with the Homes for Veterans program!
- All Loan Officers must take the Remodel NY training in order to be eligible for participation. Please contact Sherri Eckles at sherri.eckles@nyshcr.org to schedule training if you did not attend the SONYMA University classes in July.

Stay tuned for a Lender Announcement listing all program guidelines and providing all updated forms.

CUSTOMIZED SONYMA TRAININGS TO MEET YOUR COMPANY'S NEEDS

Have you heard about SONYMA's exciting new improvements over the past few months? These include:

- **SONYMA Express**, our new automated underwriting system, has gone live with two pilot Lenders,
- **SONYMA University**, our monthly webinar training series, has had approximately 800 attendees since February 2014.
- Our **Homes for Veterans Program** is more competitive with a 3.875% interest rate for a purchase mortgage with down payment assistance, and
- We announced the **NEW Remodel NY Program** for properties that need rehab.

The best news is that there are more exciting changes to come and we want to share these changes with you!

Our Business Development Officers can now help train your staff on these SONYMA enhancements in two ways:

1. We can provide **live training sessions** in your offices, or
2. We can provide **customized web-based training sessions** for your company

Any of our classes can be adapted just for your company so your staff can participate conveniently from multiple

locations. That's right -- we can tailor any training to meet the specific needs of your organization!

Contact one of our Business Development Officers to schedule your on-site or web-based training soon!

- Central and Western NY: Dawn Adams (dawn.adams@nyshcr.org • 646-539-8776)
- Downstate NY: Gail Kresge (gail.kresge@nyshcr.org • 848-218-2102)
- Hudson Valley, Capital District and north: Bill Teague (william.teague@nyshcr.org • 518-573-5936)

REVISED PURCHASE PRICE AND INCOME LIMITS – BOND PROGRAMS

[Seller's Guide Bulletin #1-2014](#) announced revised purchase price and income limits for all of its bond financed programs. The revised limits are effective for all loan reservations made on or after June 18, 2014 and will continue until further notice. The new limits as well as revised Federal Recapture Tax limits have been posted on SONYMA's website.

IT'S HERE! - SONYMA EXPRESS® AUTOMATED UNDERWRITING AND IRS COMPLIANCE SYSTEM

SONYMA Express® has been launched on a pilot basis with two of our Participating Lenders, M&T Bank and Continental Home Loans, Inc. This system provides automated decisions on SONYMA loan eligibility and eliminates the need for Lenders to send Pre-Closing compliance file submissions to SONYMA for review. We thank both M&T and Continental supporting us through this effort and for all of the time and assistance in making SONYMA Express® a reality. SONYMA is very proud to make this offering and will be making an announcement in the near future that will provide further details.

GOVERNOR CUOMO ANNOUNCES A \$50 MILLION COMMITMENT FROM SONYMA TO HELP PROVIDE AFFORDABLE MORTGAGES TO VETERANS AND MILITARY FAMILIES

In March, Governor Cuomo announced that SONYMA would make available \$50 million for the Homes for Veterans Program at an interest rate of 3.875%. This rate will remain available until Veterans Day 2014, or until all available funds are used, whichever occurs first. Eligible applicants are as follows:

- U.S. military veterans. Federal law enables SONYMA to waive the first-time homebuyer requirement for any veteran (and their spouse or co-borrower) who:
 - Served in active military, naval, or air service; and
 - Discharged or released from their military duties under conditions other than dishonorable.
- Active duty U.S. military personnel stationed in New York State;
- Active or honorably discharged National Guardsmen and reservists.

See our "**Programs**" section of this notice for more information on Homes for Veterans or click on this link to learn more about the program:

<http://www.nyshcr.org/Topics/Home/Buyers/SONYMA/HomesforVeteransProgram.htm>.

SONYMA EXEMPT FROM FEDERAL ABILITY-TO-REPAY RULES

In late May, the Consumer Financial Protection Bureau (CFPB) released its [final concurrent rule](#) to supplement the final Ability-to-Repay/Qualified Mortgage (QM) rule it published in January. The final rule exempts all loans originated under state housing finance agency programs. SONYMA is a state housing finance agency. In addition, the final concurrent rule also includes language clarifying that the exemption applies to loans originated by other creditors (i.e., SONYMA participating Lenders) pursuant to HFA programs.

As a result of this ruling, SONYMA will continue to make available the same underwriting guidelines it offers today (97% financing, maximum debt ratios of 45%, etc.).

IMPACT OF NEW YORK STATE HIGH-COST AND SUBPRIME LOAN LAWS AND FEDERAL HIGHER PRICED MORTGAGE LOANS AND HOEPA LOANS REGULATIONS ON SONYMA MORTGAGES

Our [Lender Letter dated December 5, 2013](#) provides details on the impact of New York State high-cost and subprime

loan laws and federal higher priced mortgage loans and HOEPA loans regulations on SONYMA mortgages. In short, SONYMA loans are exempt from New York State High-Cost and Subprime Loan laws. SONYMA loans are not exempt from the Federally-mandated “higher priced mortgage loans” (or HPMLs) and HOEPA requirements. However, Section 1026.32(b)(1)(i)(B) of the ATR/QM mortgage rule, in describing what items are excluded from the definition of “points and fees”, states: “(B) Any premium or other charge imposed in connection with any Federal or State agency program for any guaranty or insurance that protects the creditor against the consumer’s default or other credit loss.” Thus, the entire amount of the mortgage insurance premium charged in connection with SONYMA loans is excluded from points and fees (including non-refundable premiums) when performing high-cost loan calculations. As a result, we believe that SONYMA loans comply with HPML rules and the December 5th letter provides a remedy for loans not complying with the HOEPA rules.

SONYMA LOAN EXTENSION AND RATE RE-LOCK POLICY

Requests for a loan extension, accompanied by appropriate supporting documentation in an upward rate market*, must be made by completing and submitting the [Loan Extension and Rate Re-Lock Request Form \(Form #235/8-11\)](#) **on or before** the initial rate expires for any loan not expected to close with the initial rate lock period. Send this request to the attention of Sylvia Roberts, SONYMA Team Leader. The re-locked interest rate will be determined on the date SONYMA receives Form 235 and all acceptable supporting documentation. SONYMA will review the request and, if approved, will process the extension by modifying the expiration date of the loan and, if applicable, will change the interest rate on Lender Online (LOL) to the re-locked rate. Upon approval of the request, the loan will be extended and the interest rate re-locked for a period of **45 days** in accordance with the policy outlined in [Seller’s Guide Bulletin #5-2011](#). Lenders will be able to view the revised expiration date and re-locked interest rate on LOL.

*SONYMA requires Lenders to submit supporting documentation when the current SONYMA rate, at the time the extension is requested, is higher than the previously locked-in or extended rate, documentation supporting the reason for the request will be required. (Refer to [Seller’s Guide Bulletin #1-2013](#) and see section below for more information.)

EXTENSION PENALTIES

Lenders who submit a Loan Extension and Rate Re-Lock Request Form *after* the rate expires will be subject to a 0.25% penalty.

SONYMA RATE CHANGES – DOCUMENTATION REQUIRED

When the interest rate increases as the result of an extension request, SONYMA requires an amended Residential Loan Application (1003), Transmittal Summary Form (1008) and [Interest Rate Option \(Form #D3\)](#) reflecting the new rate. Lenders may opt to either have the borrower sign a new [Interest Rate Option \(Form #D3\)](#) at the extended rate for 45 days (not 100 or 240 as initially disclosed) or make the changes to the initial form and have the borrower initial these changes.

INTEREST RATE CHANGES; LAPSE OF COVERAGE; MATERIAL CHANGES TO LOAN FILE AFTER COMMITMENT

If SONYMA approves an extension of the mortgage commitment, Lenders are responsible for notifying the pool insurer and the appropriate PMI insurer, if applicable, of changes in interest rates prior to closing. AN INCREASE IN THE INTEREST RATE MAY RESULT IN A REJECTION OF THE LOAN BY THE POOL INSURER. Lenders are also responsible for ensuring that coverage from such insurer has not lapsed prior to loan closing.

Most Lenders update credit documents and appraisals prior to closing. In the event these updates indicate the borrower’s credit, income, or asset position has changed to the point where the borrower’s ability to repay or close on the requested loan amount is impacted, or the value of the property has declined, these updates must be forwarded to the appropriate pool and/or mortgage insurer for reconsideration of the insurance commitment.

OPTION TO RETAIN THE ORIGINAL INTEREST RATE

In the event a Borrower’s initial rate expires and the Lender or Property Seller is responsible for delays resulting in a rate increase, the Lender or Property Seller may pay a penalty to retain the original locked rate (however, such

reduction can be no more than 0.50%). The new rate will be locked for a period of 45 days and will expire 45 days from the Extension Request Date. **Under NO circumstance will SONYMA allow Borrower(s) to pay a penalty to reduce the rate.** Lenders should utilize SONYMA’s current penalty schedule for “Loans Reserved or Closed at an Incorrect Interest Rate.” The schedule is summarized on the following page:

Interest Rate Differential	Penalty as % of Loan Amount
0.125%	0.5%
0.250%	1.0%
0.375%	1.5%
0.500%	2.0%
More than 0.50%	NOT AVAILABLE

Note: When a Lender fails to reserve/register a loan on time and the delay results in a rate increase, Lenders may pay a penalty based upon the above Penalty Schedule to buy-down the rate.

PROCEDURE FOR REQUESTING PERMISSION TO PAY A PENALTY IN ORDER TO REDUCE AN INTEREST RATE

If a Lender agrees to pay the penalty, the Lender must submit a written request to Marie Cammarata at mcammarata@nyshcr.org. The request must include the Borrower’s name, SONYMA loan #, property address, the interest rate requested, and the penalty amount. Please note that the penalty amount will be deducted from the Lender’s loan funding proceeds.

PROGRAMS

FHA PLUS PROGRAM

The **FHA Plus program (“FHA Plus”)** program combines SONYMA’s Down Payment Assistance Loan (“DPAL”) with an FHA-insured mortgage. [HUD Mortgagee Letter 2013-14](#), provides SONYMA with the unique ability to enable Lenders to utilize the DPAL towards the borrower’s 3.5% minimum cash contribution. The program is available for both home purchases and refinances and features the following:

- Competitively priced, 30-year fixed interest rate mortgages with no required borrower points;
- Eligible borrowers do not have to be first-time homebuyers;
- No income or purchase price limits (Standard FHA County Loan Limits Apply); and
- Availability of SONYMA down payment assistance:
 - for purchase transactions, up to 3% of the home purchase price.
 - for refinance transactions, up to 3% of the lower of the unpaid principal balance or the appraised value. (The DPAL may be used as a credit against the closing costs and prepaid expenses.)

Note: Borrowers must contribute one percent (1%) of their own funds towards purchase transactions.

If SONYMA’s DPAL is used to fund the borrowers minimum cash contribution, [HUD Mortgagee Letter 2013-14](#) requires the lender to document that SONYMA has “incurred an enforceable legal liability to fund the borrower’s minimum cash investment” prior to or at closing. HUD has informed SONYMA that a Certificate of the State of New York Mortgage Agency (fully completed and executed by SONYMA and issued prior to closing) will suffice for this purpose. In addition, Lenders will be required to deliver to M&T Bank (“M&T”) in the post-closing loan file the following DPAL-related documents:

- Fully Executed SONYMA Certificate
- [Enforcement Note and Mortgage \(Form D1/9-09\)](#)
- [Assignment of Mortgage \(Form 202/9-99\)](#)

These documents must be in the lender's possession as of the loan closing date or the loan will not be insurable by FHA. Please be advised that when FHA Plus loans are registered with M&T, they will generate a report notifying SONYMA of any FHA Plus loans with a DPAL. Upon receipt of this report, SONYMA will generate and execute the Certificate of the State of New York Mortgage Agency (copy attached) and forward to the originating lender for inclusion in the delivery package to M&T after closing. If you have scheduled an FHA loan with a DPAL to close and have not yet received the certificate, please immediately contact SONYMA directly to request. **Note:** *Lenders must be separately approved as FHA Correspondents by M&T to offer the program.* For more information, [click here](#) to refer to the FHA Plus page on our website.

CONVENTIONAL PLUS PROGRAM FOR PURCHASE MONEY MORTGAGES AND REFINANCES

This product is designed to take advantage of certain benefits afforded by Fannie Mae to state housing agencies, such as SONYMA. The Conventional Plus program offers a Fannie Mae MyCommunityMortgage® with the following features:

- 97% financing (pursuant to our [letter dated September 25, 2013](#));
- no loan level price adjustments;
- lower mortgage insurance coverage requirements;
- the availability of mortgage insurance provided by Genworth Mortgage Insurance or SONYMA's Mortgage Insurance Fund (MIF); and
- the availability of SONYMA down payment/closing cost assistance (which can be used to pay a one-time upfront mortgage insurance premium, thus significantly reducing a borrower's monthly payment).

The product is available for home purchases and for limited cash-out refinances. Lenders will be compensated 2.5% of the loan amount for each loan originated under Conventional Plus.

To demonstrate the advantages of Conventional Plus, we've create two calculators – one for purchase transactions and the other for refinances. The calculators are easy to use and can be accessed by clicking on the below link:

<http://www.nyshcr.org/Topics/Lenders/Lenders/ConventionalPlus/>

All Conventional Plus program information including term sheets, operational instructions, forms, and lender sign-up information have been published on SONYMA's website. In addition, you may contact your M&T Bank's area Account Executive (see below).

Income limits for the Conventional Plus Program have been revised. The new limits have been posted on SONYMA's [website](#).

M&T BANK ACCOUNT EXECUTIVES FOR FHA PLUS AND CONVENTIONAL PLUS

Lenders may reach out to the following M&T Accountant Executives by region for question on our FHA or Conventional Plus programs:

- Joyce Caparotta, Long Island -631 501 5598
- Guy Mascolo, NYC, Hudson Valley –203 837 0466
- Laura Pacifico, Upstate NY –716 949 0123

In addition, Lenders may also reach out to their regional SONYMA Business Development Officer for information on these programs.

HOMES FOR VETERANS PROGRAM

SONYMA offers a lower interest rate to all applicants eligible for the Homes for Veterans Program (HFV). Active duty US military personnel and qualified US military veterans are eligible to receive this lower rate as long as their household income is within the income limits of the Low Interest Rate Program. This program allows active duty US military personnel stationed in New York State, regardless of discharge status or an active or honorably discharged National Guardsman or reservist who are first-time homebuyers to take advantage of the benefits of the program. Lenders can reserve loans in one of the following programs and receive the lower interest rate, as

applicable: 1) HFV Construction Incentive Program (long-term locks); 2) HFV Low Interest Rate Program (short-term locks); or 3) HFV Remodel New York Program. SONYMA will waive the first-time homebuyer requirement for any veteran (and their spouse or co-borrower) who:

- Served in active military, naval, or air service; and
- Has been discharged or released from their military duties under conditions other than dishonorable.

USE OF DOWN PAYMENT ASSISTANCE LOAN TO PAY SINGLE MORTGAGE INSURANCE PREMIUMS

SONYMA will allow its Down Payment Assistance Loan (“DPAL”) to be used to pay single premium mortgage insurance (“SPMI”). Paying the upfront, one-time premium eliminates the monthly mortgage insurance payment, thus significantly reducing a borrower’s monthly payment. In cases where the DPAL is more than sufficient to pay the SPMI, the remainder may be used towards down payment and/or closing costs. If the DPAL is insufficient to pay the premium, the borrower must contribute funds from an acceptable source to cover the cost difference. The MI premium is non-refundable.

SPMI rates for both Genworth Mortgage Insurance and SONYMA MIF have been published on SONYMA’s website.

ENERGY STAR® PROGRAM

For loans reserved under the ENERGY STAR® Program, once the home is complete, the builder must submit documentation, including the final certification from a certified third-party Home Energy Rating System (HERS) rater, to the [Conservation Services Group](#) (CSG). CSG will review the documentation for accuracy and completeness and will provide a notification to the lender that the home has been built and tested to meet the New York ENERGY STAR® Labeled Homes Program requirements. Upon receipt of the notification from CSG, the lender may close the loan and the borrower(s) will receive the special incentive interest rate offered by SONYMA. [Click here](#) to see interest rates for this product.

COMPLIANCE UNDERWRITING

CENSUS TRACT NUMBER REPORTING – CONTINUED USE OF 2000 CENSUS TRACTS

Please be reminded that the appraisers must continue to report the Census Tract number on the appraisal report based on **2000 Census Data** and not the 2010 Census Data Information. The following link will take you to our Lender Notice dated November 4, 2011 which describes the use of 2000 Census Tracts for Target Area determinations: <http://www.nyshcr.org/Topics/Lenders/Lenders/Useof2000CensusTracts.pdf>

FIRST-TIME HOMEBUYER DEFINED

SONYMA defines a first-time homebuyer as a person who (i) has not had an ownership interest in his/her principal residence at any time during the three years prior to the date of making an application for a SONYMA mortgage loan; and, (ii) at the time of making the loan application to SONYMA and at time of closing, does not own a vacation or investment home. This definition applies to all borrowers and includes residences owned in the United States and abroad. The complete technical definition of first-time homebuyer can be obtained by accessing Section 2.301 our Seller’s Guide.

To assist Lenders in determining if a prospective borrower is an eligible first time homebuyer and waivers for this requirement, we have created a Q & A regarding first time homebuyer eligibility entitled, “[Can you pass the SONYMA first-time homebuyer test?](#)”. This information can be found on our [Information for Loan Officers](#) page of our website.

IMPORTANT REMINDER WHEN SUBMITTING FILES TO SONYMA

SONYMA’s Pre-and Post-Closing Checklists (and other SONYMA forms) require Lenders to provide the name, phone number, and email address of the Lender’s contact person. This information is vital as it gives SONYMA the ability to respond quickly and directly with the person most familiar with the loan file.

SONYMA PRE-CLOSING FILE REVIEW

SONYMA’s review time for loan application files is approximately 24 to 48 hours from receipt of the loan file. Lenders

could help us improve our turnaround time by ensuring that all documents are submitted in the manner described on the [Pre-Closing Application File Checklist \(Form #225/1-12\)](#). Files submitted with missing or incomplete documents require us to perform multiple reviews of the same file and slows our response time in reviewing newly submitted loans. Additionally, if your loan file is suspended for deficient or further documentation, please submit any corrective or trailing documents at one time.

MORTGAGE INSURANCE/POOL INSURANCE/CREDIT UNDERWRITING

POOL INSURANCE & MI SUBMISSIONS

All Participating Lenders are reminded to fully process and underwrite all loans prior to submission to Genworth or the MIF for mortgage insurance approval. This will help to increase the number of loans which will receive first submission approvals and to reduce the number of days from application to commitment.

NEW CONSTRUCTION PROPERTIES

Lenders are encouraged to order the appraisal at time of application regardless of construction phase for all new construction properties to eliminate processing delays. Applications for new construction properties will be approved subject to completion per plans and specs. This step will reduce processing time and in most instances, will eliminate the need to update credit documents and request extensions or reinstatement of reservations saving additional time and costs.

INQUIRIES REGARDING LOAN DECISIONS

Lenders are advised not to refer applicants to call Genworth, SONYMA, or the MIF regarding loan decisions. All dialogue should be between the SONYMA Lender, and Genworth, MIF and/or SONYMA.

SUBMISSION OF CREDIT DOCUMENTATION AND APPRAISALS FOR PMI/POOL INSURANCE UNDERWRITING

Lenders are reminded that credit documents (paystubs, credit report, and bank statements) must be dated within 90 days of the date a file is submitted for PMI/pool insurance consideration. ***Additionally, until further notice, property appraisals must be dated within four (4) months of the date a file is submitted for review.*** If the appraisal is greater than 4 months old at the time of submission, the mortgage insurance underwriter will determine whether an appraisal update or a new appraisal is required. If an appraisal update is submitted and the appraiser states that the value of the property has declined since the original appraisal, a new appraisal will be required. Once a loan has been approved, if the loan does not close prior to the expiration of the pool and/or MI certificate (six (6) months), the credit documents must be updated and a new appraisal is required.

POOL INSURER COMMITMENT TIMEFRAMES

Both Genworth Mortgage Insurance Corporation and SONYMA's Mortgage Insurance Fund ("MIF") issue insurance commitments for a 6-month period, starting from the date the loan is approved for mortgage insurance and/or pool insurance. As a reminder, loans not closing within the 6-month commitment period will require a second review by Genworth and/or MIF, as applicable, to ensure the loan application remains a good credit risk. As such, after the 6-month commitment period has expired, Genworth and/or MIF will require updated credit documentation (paystubs, credit report, bank statements, etc.) and a new appraisal (i.e. Fannie Form 1004 or Freddie Form 70). ***The SONYMA loan must close on or prior to the extended expiration date of the MI/pool commitment.***

SUBMITTING FILES TO THE POOL INSURER

All Low Interest Rate and Achieving the Dream Program loan files must be sent directly to Genworth Mortgage Insurance Corporation for pool (and MI, if necessary) insurance underwriting [not to SONYMA's Mortgage Insurance Fund (MIF)]. Loans for which Genworth elects not to provide mortgage insurance, but which meet SONYMA guidelines, will continue to be approved through Genworth with MIF providing the mortgage insurance. Only loans reserved under the Construction Incentive, Remodel New York, and Habitat for Humanity Programs should be sent directly to MIF for mortgage insurance. Files should be sent as noted below and on the following page:

Program	SONYMA Loan Number Prefix	Pool Insurer Address
<i>Low Interest Rate and Achieving the Dream Programs</i>	890, 895, 910, 915, 920, 925, 935	Genworth Mortgage Insurance Corporation Attn: Central Imaging 8325 Six Forks Road Raleigh, NC 27615
<i>Construction Incentive, Remodel New York, and Habitat for Humanity Programs</i>	892, 896, 912, 916, 919, 932	SONYMA Mortgage Insurance Fund 641 Lexington Avenue, 5 th Floor New York, NY 10022 Attention: Mike Esposito

LENDER ONLINE/LOAN RESERVATIONS

WEEKLY AND MONTHLY LENDER REPORTS

Lenders are encouraged to prepare weekly loan status reports on LOL in order to confirm new reservations, extensions and cancellations, as well as to review the monthly status of all loans in the Lender’s SONYMA pipeline. If you need assistance running these reports, please click on the appropriate links located at the bottom of the [LOL Home Page](#) or contact Marie Cammarata for guidance at 212-872-0401 or mcammarata@nyshcr.org. Click here for [“Instructions on How to Run Reports on Lender Online”](#) from our website.

USE PROJECT-SET ASIDE NUMBERS (PSA #) WHEN RESERVING LOANS ON LENDER ONLINE (LOL)

Under SONYMA’s Project Set-Aside Program, SONYMA will pre-approve a condominium or co-operative project and agree to finance up to 50% of the units to eligible purchasers. In order for SONYMA to accurately track the number of units reserved in each project, it is very important that Lenders enter the PSA # assigned to the project when registering loans on Lender Online. This will enable SONYMA to maintain a more accurate accounting of the number of units available for financing and assist Lenders in knowing when the maximum has been reached. Below is the link to our Project-Set Aside Approval List which contains a list of SONYMA approved condominium and co-operative projects, the number of loans available for reservation, and the project’s respective PSA number.

<http://www.nyhomes.org/assets/documents/ProjectSetAsideApprovalList.pdf>

SONYMA LOAN STATUS

Lenders can get up-to-date loan status information by accessing Lender Online as discussed above or by calling Lou Germanakos at 212-872-0407.

RESERVATION/RATE LOCK-IN REQUESTS & USE OF LENDER ONLINE

Lenders must reserve loans via our internet-based Lender Online (“LOL”) system. As a reminder, if you have not been assigned a logon ID and password to allow you to access LOL, please contact your SONYMA Primary Contact. If you do not know whom to contact, please call Lou Germanakos at 212-872-0407 or e-mail him at lgermanakos@nyshcr.org. **LOL Administrators:** When reserving loans on LOL, a Contact Person and Loan Officer must be assigned to the loan; otherwise, the reservation will not be accepted. If the Loan Processor information is available, this name can also be assigned at the time of reservation. Please remember to set up a Contact Person, Loan Officer and Loan Processor for each branch office listed on LOL.

Lenders must be in receipt of a fully executed binder or sales contract, prior to accepting a loan application and registering the loan with SONYMA. Any applications taken without such verification must not be reserved. Reservations made without the proper documentation will be subject to a rate change and possible Lender penalty.

Reminder: Lenders locking new construction loans as short term are advised that Lender paid penalties may result should the loans close beyond the initial lock term.

RESERVATIONS NOT ACCEPTED BY LENDER ONLINE (OR IF LENDER ONLINE IS NOT FUNCTIONAL)

Lenders will be unable to reserve a loan on Lender Online when (1) the application was taken 7 days or more prior to

the reservation date, and (2) the applicant exists on the system from a previous reservation (already reserved, or if the application was denied or withdrawn); only SONYMA personnel can reserve these loans. If you receive a message that the application is 7 days or older or the applicant has a previous reservation, the reservation must be entered by SONYMA. When this occurs, the Lender is required to submit the below listed documents by fax to 917-274-0406:

*Fully completed and executed [Loan Reservation Worksheet & Rate Certification Form \(Form #238/10-10\)](#)

*Completed and executed [Interest Rate Option Form \(Form #D3\)](#).

NOTE: SONYMA has eliminated the requirement to submit copies of the 1003 and the sales contract with Forms 238 and D3. Lenders remain responsible for ensuring that the sales contract is dated on or prior to the loan application date.

SONYMA will research previously canceled or rejected reservations and will contact the sender of the fax if any issues arise. Additionally, for applications of 7 days or more, SONYMA may require the lender to pay a penalty if SONYMA's rates change during that time.

MAINTENANCE OF LENDER ONLINE USERS

Lenders are reminded that it is your responsibility to maintain a current list of all LOL users within your organization. *In particular, individuals who are no longer employed by your company should be immediately removed.* For more information, please refer to the [Lender Online User's Guide](#).

CLOSINGS

REMINDER TO NON-SERVICING LENDERS – TIMELY SUBMISSION OF REQUIRED LOAN FILE TO SONYMA'S MASTER SERVICER

Lenders who do not service loans for SONYMA are reminded of their obligations to transfer servicing of loans to SONYMA's master servicer, M&T Bank ("M&T"), in accordance with previously agreed to procedures. [Click here to review the procedures](#). Each Lender has represented to SONYMA that it will transfer the servicing of each loan to M&T within 5 business days of the loan closing date. Lenders must advise borrowers at closing that M&T will be servicing their loan. Lenders may not process any servicing transactions prior to transfer and any mortgage payments received are to be sent to M&T for processing. ***Failure to do so may result in SONYMA suspending your company from taking new loan applications.***

REMINDER TO REPORT LOAN CLOSINGS

On the first business day of each week, Lenders are required to submit a report to SONYMA identifying each Mortgage Loan closed during the prior week. The report should contain at minimum the SONYMA Loan Number, Mortgagor's name and the closing date. Attached please find a sample report ([Closed Loan Report, Form #246/12-10](#)) that can be used for this purpose. Fax this report to the attention of Lou Germanakos at 917-274-0407 or email this report to lgermanakos@nyshcr.org.

SUBMISSION OF FILED UCC DOCUMENTS

The New York City Register Office recently announced that they will no longer return filed UCC documents for cooperative loans. Therefore, SONYMA will not require Lenders to submit original filed UCC documents for the counties of Bronx, Kings, New York, Queens, and Richmond. Instead, SONYMA will accept a copy of the filed UCC documents that have been printed from the Automated City Register Information System (ACRIS). **Note:** *Lenders must continue to submit original filed UCC documents for all other counties.*

REVISED MASTER HAZARD AND FLOOD INSURANCE CERTIFICATE AND MASTER LOAN FUNDING CERTIFICATION DOCUMENTS

With [Seller's Guide Bulletin #1-2012](#), SONYMA announced two new forms that can reduce the number of hard-copy documents that Lenders are required to submit in each post-closing loan file. Once Lenders have submitted the executed [Master Hazard and Flood Insurance Certificate \(Form 247/1-12\)](#) and the [Master Loan Funding Certification](#)

[\(Form 248/1-12\)](#) documents to SONYMA, it will no longer be necessary for Lenders to submit a completed and executed document with each closed loan file. Please refer to the bulletin for more information.

MISCELLANEOUS INFORMATION

SONYMA ADVISORY COUNCIL

The SONYMA Advisory Council is a work group organized by SONYMA and comprised of Participating Lenders and other industry professionals in New York State. The Council meets semi-annually and provides supportive advice and recommendations on matters of importance including SONYMA programs, policies and procedures, key issues and challenges facing SONYMA and its Lenders, and future SONYMA initiatives. We are grateful for the time and efforts of these members and for their ongoing contributions they provide SONYMA.

COMPARE SONYMA BOND-FINANCED PROGRAMS WITH FHA

Members of the SONYMA Advisory Council recently developed a reader-friendly comparison between SONYMA bond-financed and FHA loans. The comparison chart can be found on our [Loan Officer's webpage](#) which contains a wealth of information for loan officers, including a list of required forms and documents, MIF and Genworth rate cards, a Loan Officer brochure which can be personalized, product training notes and much more. Additionally, SONYMA has furnished a calculator, also found on the Loan Officer's webpage, which can be used to determine the product most beneficial to the borrower.

LOAN OFFICER WEB PAGE

SONYMA maintains a web page specifically for Loan Officers. All the tools necessary for a Loan Officer to originate SONYMA mortgages are located on one comprehensive page. To access this page, please click here: [Information for Loan Officers](#).

LOAN PURCHASE PROCEDURE

SONYMA will purchase approved post-closing loans on Thursdays. If Thursday is an Agency holiday, the loans will be purchased on Friday. Lenders will be advised by e-mail when each closed loan document file has been approved for purchase. The mortgage loan will be purchased on the next scheduled purchase date. Until further notice, all loans will be purchased under the Homeowners Mortgage Revenue Bond (HMB) Indenture.

SONYMA HOLIDAYS

SONYMA will be closed November 4th, 11th, 27th and 28th in observance of Election Day, Veteran's Day and Thanksgiving.

**STATE OF NEW YORK MORTGAGE AGENCY
ACHIEVING THE DREAM MORTGAGE PROGRAM
MAXIMUM INCOME AND PURCHASE PRICE/APPRaised VALUE LIMITS
EFFECTIVE FOR LOAN RESERVATIONS ACCEPTED ON OR AFTER SEPTEMBER 26, 2014***

REGION	COUNTY	INCOME LIMITS	One-Family New & Existing	Two-Family New** & Existing
I-BUFFALO	Cattaraugus	\$39,840	\$265,150	\$339,450
	Chautauqua	\$40,720	\$265,150	\$339,450
	Erie	\$51,120	\$265,150	\$339,450
	Niagara	\$51,120	\$265,150	\$339,450
II-ROCHESTER	Genesee	\$52,240	\$265,150	\$339,450
	Livingston	\$53,600	\$265,150	\$339,450
	Monroe	\$53,600	\$265,150	\$339,450
	Ontario	\$53,600	\$265,150	\$339,450
	Orleans	\$53,600	\$265,150	\$339,450
	Seneca	\$46,160	\$265,150	\$339,450
	Wayne	\$53,600	\$265,150	\$339,450
	Wyoming	\$50,080	\$265,150	\$339,450
III-SYRACUSE	Cayuga	\$50,080	\$265,150	\$339,450
	Cortland	\$48,080	\$265,150	\$339,450
	Madison	\$54,160	\$265,150	\$339,450
	Onondaga	\$54,160	\$265,150	\$339,450
	Oswego	\$54,160	\$265,150	\$339,450
IV-BINGHAMTON	Allegany	\$42,080	\$265,150	\$339,450
	Broome	\$50,320	\$265,150	\$339,450
	Chemung	\$50,720	\$265,150	\$339,450
	Chenango	\$44,960	\$265,150	\$339,450
	Delaware	\$46,000	\$265,150	\$339,450
	Otsego	\$48,480	\$265,150	\$339,450
	Schuyler	\$45,840	\$265,150	\$339,450
	Steuben	\$47,280	\$265,150	\$339,450
	Tioga	\$50,320	\$265,150	\$339,450
	Tompkins	\$63,040	\$265,150	\$339,450
	V-MID-HUDSON	Columbia	\$59,200	\$265,150
Dutchess		\$79,770	\$611,900	\$783,360
Greene		\$46,720	\$265,150	\$339,450
Orange		\$79,770	\$611,900	\$783,360
Putnam		\$80,540	\$611,900	\$783,360
Sullivan		\$50,560	\$265,150	\$339,450
Ulster		\$57,040	\$265,150	\$339,450

REGION	COUNTY	INCOME LIMITS	One-Family New & Existing	Two-Family New** & Existing
VI-CAPITAL	Albany	\$62,640	\$285,750	\$365,820
	Montgomery	\$45,600	\$265,150	\$339,450
	Rensselaer	\$62,640	\$285,750	\$365,820
	Saratoga	\$62,640	\$285,750	\$365,820
	Schenectady	\$62,640	\$285,750	\$365,820
	Schoharie	\$62,640	\$285,750	\$365,820
VII-MOHAWK VALLEY	Clinton	\$52,800	\$265,150	\$339,450
	Essex	\$47,600	\$265,150	\$339,450
	Franklin	\$43,680	\$265,150	\$339,450
	Fulton	\$44,400	\$265,150	\$339,450
	Hamilton	\$51,280	\$265,150	\$339,450
	Herkimer	\$47,600	\$265,150	\$339,450
	Jefferson	\$43,200	\$265,150	\$339,450
	Lewis	\$44,720	\$265,150	\$339,450
	Oneida	\$47,600	\$265,150	\$339,450
	St. Lawrence	\$43,200	\$265,150	\$339,450
VIII-DOWNSTATE	Warren	\$50,320	\$265,150	\$339,450
	Washington	\$50,320	\$265,150	\$339,450
	Rockland	\$96,190	\$611,900	\$783,360
	Westchester	\$99,550	\$611,900	\$783,360
IX-LONG ISLAND	Nassau	\$100,890	\$611,900	\$783,360
	Suffolk	\$100,890	\$611,900	\$783,360
X-NEW YORK CITY	Bronx	\$80,540	\$611,900	\$783,360
	Kings	\$80,540	\$611,900	\$783,360
	New York	\$80,540	\$611,900	\$783,360
	Queens	\$80,540	\$611,900	\$783,360
	Richmond	\$80,540	\$611,900	\$783,360



* Subject to change

** Two-Family homes that are less than 5 years old must be located in a Target Area



SINGLE FAMILY PROGRAMS DIRECTORY
ADDRESS: 641 Lexington Avenue, New York, New York 10022
TELEPHONE #: (212) 688-4000 GENERAL FAX#: (917) 274-0426



SINGLE FAMILY DEPARTMENT

GEORGE LEOCATA - Senior Vice President (212-872-0392) (E-Mail: George.Leocata@nyshcr.org) (Fax: 917-274-0392)

SHERRI ECKLES - Vice President (518-473-0090) (E-Mail: Sherri.Eckles@nyshcr.org)

<u>SECTION/Function</u>	<u>Responsible Individual(s)</u>	<u>Title</u>	<u>Direct Dial Number (212)</u>	<u>E-Mail Address</u>	<u>Direct Fax Number (917)</u>
<u>BUSINESS DEVELOPMENT</u>					
Rockland, Westchester and South Hudson Valley and North	Gail Kresge	AVP - Business Development Officer	848-218-2102	Gail.Kresge@nyshcr.org	N/A
Utica and West	Bill Teague	AVP - Business Development Officer	518-474-5776	William.Teague@nyshcr.org	N/A
	Dawn Adams	AVP - Business Development Officer	646-539-8776	Dawn.Adams@nyshcr.org	N/A
<u>ORIGINATIONS</u>					
Credit Underwriting Review	MARIE CAMMARATA	AVP - Originations & Project Set-Aside Director	872-0401	Marie.Cammarata@nyshcr.org	274-0401
	Genworth Mortgage		(800) 548-0884		
	MIF - Michael Esposito	Vice President	872-0707	Michael.Esposito@nyshcr.org	274-0707
	David Fuller	Underwriter	872-0710	David.Fuller@nyshcr.org	274-0710
Pre-Closing Compliance File Review	Maurice L. Jones	Team Leader	872-0414	Maurice.Jones@nyshcr.org	274-0414
	Hilda Quiroz	Loan Analyst	872-0425	Hilda.Quiroz@nyshcr.org	274-0425
	Marcia Hamilton	Loan Analyst	872-0411	Marcia.Hamilton@nyshcr.org	274-0411
	Michelle Walker	Loan Analyst	872-0421	Michelle.Walker@nyshcr.org	274-0421
Loan Reservations/Status	Lou Germanakos	Loan Reservation/Status Specialist	872-0407	Louis.Germanakos@nyshcr.org	274-0407
Commitment Extensions	Sylvia Roberts	Team Leader	872-0422	Sylvia.Roberts@nyshcr.org	274-0422
Loan Purchases	Sylvia Roberts	Team Leader	872-0422	Sylvia.Roberts@nyshcr.org	274-0422
Lock-in Fee Waivers	Marie Cammarata	AVP - Originations & Project Set-Aside Director	872-0401	Marie.Cammarata@nyshcr.org	274-0401
<u>PROJECT SET-ASIDE</u>					
General Project Inquiries/ Project Approvals	Marie Cammarata	AVP - Originations & Project Set-Aside Director	872-0401	Marie.Cammarata@nyshcr.org	274-0401
<u>POST-CLOSING</u>					
Post-Closing File Review	OLIVIA JERVIS	AVP - Post-Closing, Administration & QC Manager	872-0396	Olivia.Jervis@nyshcr.org	274-0396
	Carol Smallwood	Team Leader	872-0432	Carol.Smallwood@nyshcr.org	274-0432
	Jackie Santiago	Loan Analyst	872-0430	Jackie.Santiago@nyshcr.org	274-0430
	Rosa Morris	Loan Analyst	872-0418	Rosa.Morris@nyshcr.org	274-0418
Final Documentation	Veronica Jones	Team Leader	872-0640	Veronica.Jones@nyshcr.org	274-0640
	Marsha Byers	Document Specialist	872-0435	Marsha.Byers@nyshcr.org	274-0435
	Alexandra Santana	Final Document Loan Analyst	872-0631	Alexandra.Rodriguez@nyshcr.org	274-0631

<u>SECTION/Function</u>	<u>Responsible Individual(s)</u>	<u>Title</u>	<u>Direct Dial Number (212)</u>	<u>E-Mail Address</u>	<u>Direct Fax Number (917)</u>
<u>ADMINISTRATION</u>					
Lock-in Fee Billings	OLIVIA JERVIS	AVP - Post-Closing, Administration & QC Manager	872-0396	Olivia.Jervis@nyshcr.org	274-0396
	Olivia Jervis	AVP - Post-Closing, Administration & QC Manager	872-0396	Olivia.Jervis@nyshcr.org	274-0396
	Alexandra Santana	Final Document Loan Analyst	872-0631	ASRodriguez@nyshcr.org	274-0631
<u>MISCELLANEOUS</u>					
Lender Contact Changes/Additions or Deletions to Branch List	MARIE CAMMARATA	AVP - Originations & Project Set-Aside Director	872-0401	Marie.Cammarata@nyshcr.org	274-0401
Changes in Lender Status (i.e. mergers, acquisitions, name changes)	MARIE CAMMARATA	AVP - Originations & Project Set-Aside Director	872-0401	Marie.Cammarata@nyshcr.org	274-0401
<u>SERVICING</u>					
Foreclosures/Bankruptcies	DIANE SCLAFANI	AVP - Servicing	872-0397	Diane.Sclafani@nyshcr.org	274-0397
	Diane Sclafani	AVP - Servicing	872-0397	Diane.Sclafani@nyshcr.org	274-0397
REO	Brenda Piccio	Default Specialist	872-0444	Brenda.Piccio@nyshcr.org	274-0444
Document Control	Dardanella Moore	Loan Satisfaction Specialist	872-0492	Dardanella.Moore@nyshcr.org	274-0492
Loss Mitigation	Diane Sclafani	AVP - Servicing	872-0397	Diane.Sclafani@nyshcr.org	274-0397
Loan Satisfactions	Madeline Perez	Loan Satisfaction Specialist	872-0405	Madeline.Perez@nyshcr.org	274-0405
Delinquencies/All other Non-Accounting Servicing Matters	Ian Clement	Team Leader	872-0442	Ian.Clement@nyshcr.org	274-0442
CCAL/DPAL Payoffs	Tene' McNeil	Default Specialist	872-0409	Tene.McNeil@nyshcr.org	274-0409
<u>TREASURY AND ACCOUNTING DIVISION</u>					
<u>Function</u>	<u>Responsible Individual(s)</u>	<u>Title</u>	<u>Direct Dial Number (212)</u>	<u>E-Mail Address</u>	<u>Direct Fax Number (917)</u>
Mortgage Accounting	Henry Hauk	Assistant Comptroller	872-0567	Henry.Hauk@nyshcr.org	274-0567
<u>EXTERNAL COMMUNICATIONS</u>					
<u>Function</u>	<u>Responsible Individual(s)</u>	<u>Title</u>	<u>Direct Dial Number (212)</u>	<u>E-Mail Address</u>	<u>Direct Fax Number (917)</u>
General Marketing & Advertising Inquiries	Craig Shannon	Graphics Specialist	872-0689	Craig.Shannon@nyshcr.org	274-0689
Advertising and Graphics Materials	Craig Shannon	Graphics Specialist	872-0689	Craig.Shannon@nyshcr.org	274-0689
Community Outreach/ Homebuyer Workshop	Brian Hyatt	Community Outreach and Mktg. Specialist	872-0394	Brian.Hyatt@nyshcr.org	274-0394
Marketing Supplies/Target Area Inquiries	Brian Hyatt	Community Outreach and Mktg. Specialist	872-0394	Brian.Hyatt@nyshcr.org	274-0394

Dated: 10/14



E-Learning Series

SONYMA University is a new, comprehensive training tool to educate lenders, realtors, homebuyers and homeownership counselors on the benefits and mechanics of SONYMA programs. We will continue adding content for lenders, realtors, homeownership counselors and homebuyers, with a new calendar coming out every other month. We appreciate your participation and look forward to your suggestions for future webinar topics.

Date & Time	Upcoming Webinars
Tuesday, November 4, 2014	SCHOOL'S OUT FOR ELECTION DAY!!!
Tuesday, November 18, 2014 10:00 am – 11:00 am REGISTER	Calculating IRS Compliance Income and Completing the Recapture Notification and Mortgagor's Affidavit – This class will highlight SONYMA's new household income calculation and completing the Recapture Notification. This is the most conditioned for document on SONYMA loans, and this special session will make you an expert at completing it correctly!
Tuesday, December 2 , 2014 10:00 am – 11:00 am REGISTER	Reviewing SONYMA Appraisals for Compliance with IRS Guidelines and Credit Underwriting – This class will touch on all the items our compliance department looks at to ensure the property complies with IRS rules, and highlight the most common areas of concern in credit appraisal reviews.
Tuesday, December 16, 2014 10:00 am – 11:00 am REGISTER Thursday, December 18, 2014 10:00 am – 11:00 am REGISTER	The New Remodel NY – We are very excited to announce the changes to our Remodel NY program! Grow your business with a purchase-renovation program that enables your borrower to finance home improvements into their mortgage instead of accumulating credit card debt or liquidating assets after closing. SONYMA will be administering the renovation draws after closing, so all lenders will be eligible for participation! Completion of this class is a requirement to originate, and it will be broken into two sessions.

Meet the Trainers

Marie Cammarata	Michael Esposito	George Leocata	Sherri Eckles
AVP of Mortgage Originations & PSA Director Marie has worked for SONYMA for the past 4 years and has 27 years prior experience in the mortgage industry as VP of Mortgage Operations, Compliance & Quality Control Officer, Underwriter and Processing Supervisor.	VP Mortgage Insurance Fund Mike has worked in the MIF for 23 years and he oversees all of the Single Family credit underwriting and loss mitigation functions. The MIF provides pool insurance for all of the SONYMA bond programs and primary insurance.	SVP Single Family Programs George was appointed Senior Vice President/SONYMA Single Family Programs in May, 2007. He manages SONYMA's single family mortgage programs and the Agency's \$2.7 billion loan portfolio. George first joined the agency in 1982.	VP Single Family Programs Sherri has been with SONYMA since September and comes to us after 21 years in the mortgage industry as a sales manager, operations manager, trainer, underwriter, and SONYMA originator. Sherri has an MBA from SUNY Albany and JD from Albany Law.