

Homeownership Counseling Procedures Program

RESCINDED

EXAMINATION OBJECTIVES

To determine whether the financial institution has established procedures regarding homeownership counseling notification requirements to ensure that it is in compliance with the provisions of Section 106(c)(5) of the Housing and Urban Development Act of 1968.

EXAMINATION PROCEDURES

Determine if the financial institution is informing eligible homeowners, within 45-days of an initial loan default, of: (1) the availability of any homeownership counseling offered by the creditor; and (2) the availability of any homeownership counseling by nonprofit organizations approved by HUD, or the toll-free telephone number through which the homeowner can obtain a list of such organizations.

EXAMINATION CHECKLIST

1. Review the Matters Requiring Board Attention and Corrective Actions from the three or four previous ROEs to ensure that the board and management have taken appropriate corrective action where necessary and persistent problems have not recurred.

2. Does the financial institution notify eligible homeowners, within 45-days of initial loan default, of any homeownership counseling the institution (creditor) provides?

3. Does the financial institution provide eligible homeowners with the names of nonprofit organizations approved by HUD or the toll-free telephone number to obtain a list of such organizations?

EXAMINER'S SUMMARY, RECOMMENDATIONS, AND COMMENTS

Exam Date:	
Prepared By:	
Reviewed By:	
Docket #:	