

## Section F. Refinance of Borrowers in Negative Equity Positions Program

### Overview

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**In This Section** This section contains the topic “*General Information on the Refinance of Borrowers in Negative Equity Positions Program.*”

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## 1. General Information on the Refinance of Borrowers in Negative Equity Positions Program

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**Introduction** This topic contains general information on the Refinance of Borrowers in Negative Equity Positions Program, including

- a description of the Refinance of Borrowers in Negative Equity Positions Program
- the effective dates for the program, and
- a reference for guidance on the Refinance of Borrowers in Negative Equity Positions Program.

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**Change Date** March 24, 2011

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**4155.1 6.F.1.a Description of Refinance of Borrowers in Negative Equity Positions Program** On March 26, 2010, HUD and the Department of the Treasury announced enhancements to the existing Making Home Affordable (MHA) Program and Federal Housing Administration refinance program that will give a greater number of responsible borrowers an opportunity to remain in their homes.

Under the Refinance of Borrowers in Negative Equity Positions Program, a borrower who is current on his/her mortgage may qualify for an FHA refinance loan provided that the lender or investor writes off at least 10% of the unpaid principal balance of the original first lien mortgage.

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**4155.1 6.F.1.b Effective Dates for Refinance of Borrowers in Negative Equity Positions Program** The Refinance of Borrowers in Negative Equity Positions Program is effective for loans with case numbers issued on or after September 7, 2010 that are closed on or before December 31, 2012.

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## 1. General Information on the Refinance of Borrowers in Negative Equity Positions Program, Continued

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<b>4155.1 6.F.1.c Refinance of Borrowers in Negative Equity Positions Program (Reference)</b>	For comprehensive guidance on the Refinance of Borrowers in Negative Equity Positions Program, see <ul style="list-style-type: none"><li>• ML 10-23</li><li>• ML 10-35, and</li><li>• ML 11-06.</li></ul>
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