

FHA INFO #12-50

Distribution Date: May 7, 2012

Notice for FHA Lenders – 203(k) transactions in FHA Connection

Notice for FHA Lenders:

This message reminds and informs lenders on the source reference and data elements for 203(k) transactions in FHA Connection (FHAC) for insuring.

To obtain correct loan to values at the time of insuring for Purchases:

- Input the value from 203kWS line C3 on the conditional commitment (92800.5b), “Est. Value of Property.”.
- Input the value from 203kWS line C3 in FHAC, Appraised Value
- Input the amount from 203kWS line B14 in FHAC, Escrow Amount

To obtain correct loan to values at the time of insuring for Refinances:

- Input the value from 203kWS line D2 on the conditional commitment (92800.5b), “Est. Value of Property.”
- Input the value from 203kWS line D2 in FHAC, Appraised Value
- Input the amount from 203kWS line B14 in FHAC, Escrow Amount

The following link provides the most recent 203(k) and Streamlined K Maximum Mortgage Worksheet, HUD Form 92700 (203kWS): <http://portal.hud.gov/hudportal/documents/huddoc?id=92700.pdf>

For additional information pertaining to the 203(k) loan program, please consult the following on-line reference at: http://portal.hud.gov/hudportal/HUD?src=/program_offices/housing/sfh/203k/203kmenu

For technical support on these, or any other FHA issues, please email: answers@hud.gov phone (800) CALL FHA, or visit <http://portal.hud.gov/hudportal/HUD?src=/FHAFAQ>

You can view all FHA Mortgagee Letters on-line at:

http://portal.hud.gov/hudportal/HUD?src=/program_offices/administration/hudclips/letters/mortgagee