

**PAPERWORK REDUCTION ACT
CHANGE WORKSHEET**

Agency/Subagency U.S. Department of Housing and Urban Development Office of Housing, Office of Single family Housing	OMB Control Number 2502-0059
<i>Enter only items that change</i>	
Agency form number(s) HUD-92900-A, HUD-92900-B, HUD-92900-LOT, HUD 92900-WS, HUD-92900-PUR, HUD-92561, HUD-9254, Addendum to HUD-1, Model Choice for Informed Consumer Choice Disclosure, Model Pre-Insurance Review	Current record
Annual reporting and recordkeeping hour burden	New record
Number of respondents	
Total annual responses	2,377,000
Percent of these responses collected electronically	
Total annual hours	225,050
Difference	394,950
Explanation of difference	169,900
Program change	
** Adjustment	
Annual reporting and recordkeeping cost burden (in thousands of dollars)	
Total annualized Capital/Startup costs	
Total annual costs (O&M)	
Total annualized cost requested	
Difference	
Explanation of difference	
Program change	
Adjustment	
<p>Other changes**</p> <p>HUD requests a change to this information collection. The recently approved Economic Stimulus Act will affect endorsements of FHA-loans for 2 quarters of FY 2008 and one quarter of FY 2009. The new stimulus package includes housing provisions designed to help borrowers and stabilize the housing and mortgage markets. The Economic Stimulus Act permits loan limits to temporarily increase to a ceiling of \$729,750 (175% of the conforming limit). HUD projects an increase of <u>340,000</u> in loans that are over the current conforming limits of \$417,000.</p> <p>It is difficult to estimate FHASecure volume for the 90% LTV option. It will be larger if investors in sub-prime mortgages determine that they can reduce their losses by modifying and even writing-down mortgages that are otherwise destined for foreclosure. It will be smaller if the industry is unable to overcome technical impediments resulting from mortgage-backed security, tax and accounting rules. What FHA proposes to do, is simply to make market participants aware that if they choose to work with borrowers to avert foreclosure, FHA is willing to provide mortgage insurance on new first mortgages that meet its underwriting criteria. It is possible that FHA could insure an additional 100,000 borrowers by the end of CY 2008 as a result of the 90% LTV option.</p> <p>Also, the initial annual projections of FHA-insured loans of 650,000 have increased 250,000 to <u>900,000</u> loans for CY 2008.</p> <p>The projected increase in total annual burden hours is <u>394,950</u> due to a total projected increase of <u>690,000</u> FHA-insured loans.</p>	

Signature of Senior Official or designee:	Date:	For OIRA Use _____ _____
---	-------	--------------------------------

**This form cannot be used to extend an expiration date.
OMB FORM 83-C