

**PAPERWORK REDUCTION ACT  
CHANGE WORKSHEET**

<b>Agency/Subagency</b>  <b>U.S. Department of Housing and Urban Development</b> Office of Housing, Office of Multifamily Housing Development	<b>OMB Control Number</b>  2502-0059
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*Enter only items that change*  
**Current record**
**New record**

<b>Agency form number(s)</b>		
Annual reporting and recordkeeping hour burden		
Number of respondents		
Total annual responses		
Percent of these responses collected electronically		
Total annual hours		
Difference		
Explanation of difference		
Program change		
Adjustment		
Annual reporting and recordkeeping cost burden (in thousands of dollars)		
Total annualized Capital/Startup costs	0	0
Total annual costs (O&M)	0	0
Total annualized cost requested	0	0
Difference		0
Explanation of difference		
Program change		
Adjustment		

In an effort to further HUD's mission of access to credit, approval of the following non-substantive revision is requested.

Current FHA student loan policy states that if a student loan is deferred or if the borrower is not able to provide documentation of a student loan repayment that fully amortizes the loan, Mortgagees are required to calculate payments on student loan debt at 1% of the outstanding balance. The Direct Endorsement underwriter records the calculation on Form HUD 92900-LT.

The revised policy will allow for two additional payment calculations of student loan debt that may result in a substantially reduced monthly payment allowing more borrowers to qualify for FHA-insured mortgages.

The first option is for a mortgagee to use a payment calculator on the Department of Education's (ED) website. The payment is calculated based on the borrower's income, marital status, and number of household members.

The second method will be for mortgagees to calculate a payment based on a borrower's discretionary income as defined by ED which is determined by using the poverty guidelines published annually in an FR Notice by the Department of Health and Human Services.

HUD will convey both options via publication of a Mortgagee Letter.

Signature of Senior Official or designee:	Date:	For OIRA Use  <hr style="border: 0; border-top: 1px solid black; width: 100%;"/> <hr style="border: 0; border-top: 1px solid black; width: 100%;"/>
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