

AMENDMENT TO H.R. _____
OFFERED BY MS. WATERS OF CALIFORNIA
[FHA Emergency Fiscal Solvency Act]

Page 10, after line 2, insert the following new sections (and redesignate succeeding sections accordingly):

1 SEC. 9. REPORTING OF MORTGAGEE ACTIONS TAKEN
2 AGAINST OTHER MORTGAGEES.

3 Section 202 of the National Housing Act (12 U.S.C.
4 1708(e)), as amended by the preceding provisions of this
5 Act, is further amended by adding at the end the following
6 new subsection:

7 “(j) NOTIFICATION OF MORTGAGEE ACTIONS.—The
8 Secretary shall require each mortgagee, as a condition for
9 approval by the Secretary to originate or underwrite mort-
10 gages on single family or multifamily housing that are in-
11 sured by the Secretary, if such mortgagee engages in the
12 purchase of mortgages insured by the Secretary and origi-
13 nated by other mortgagees or in the purchase of the serv-
14 icing rights to such mortgages, and such mortgagee at any
15 time takes action to terminate or discontinue such pur-
16 chases from another mortgagee based on any determina-
17 tion, evidence, or report of fraud or material misrepresen-
18 tation in connection with the origination of such mort-

1 gages, the mortgagee shall, not later than 15 days after
2 taking such action, shall notify the Secretary of the action
3 taken and the reasons for such action.”.

4 **SEC. 10. DEFAULT AND ORIGINATION INFORMATION BY**
5 **LOAN SERVICER AND ORIGINATING DIRECT**
6 **ENDORSEMENT LENDER.**

7 (a) COLLECTION OF INFORMATION.—Paragraph (2)
8 of section 540(b) of the National Housing Act (12 U.S.C.
9 1712 U.S.C. 1735f–18(b)(2)) is amended by adding at the
10 end the following new subparagraph:

11 “(C) For each entity that services insured
12 mortgages, data on the performance of mort-
13 gages originated during each calendar quarter
14 occurring during the applicable collection pe-
15 riod, disaggregated by the direct endorsement
16 mortgagee from whom such entity acquired
17 such servicing.”.

18 (b) APPLICABILITY.—Information described in sub-
19 paragraph (C) of section 540(b)(2) of the National Hous-
20 ing Act, as added by subsection (a) of this section, shall
21 first be made available under such section 540 for the ap-
22 plicable collection period (as such term is defined in such
23 section) relating to the first calendar quarter ending after

- 1 the expiration of the 12-month period that begins on the
- 2 date of the enactment of this Act.

