



IMPORTANT ANNOUNCEMENT

TO: Approved Chase Rural Housing Originators

DATE: May 28, 2010

FR: Jack Jones (*signed by Jack Jones*)

RE: **Lender Update 2010-26**
Funding for the USDA Guaranteed Rural Housing Program – H.R. 4899
Passes in the U.S. Senate

Last night by a vote of 67 to 28 (5 not voting), *H.R. 4899 Supplemental Appropriations Act, 2010* passed in the U.S. Senate. The legislation will now move to a conference process with members of the U.S. House and U.S. Senate.

Contained in this legislation as passed in the Senate is the authority needed to raise the guarantee fee in the USDA Section 502 Guaranteed Rural Housing Program to an amount not to exceed 3.50% of the loan amount. Additionally, the legislation allows for funding authorization sufficient to meet all of the demand for the remainder of Fiscal Year 2010.

While USDA Rural Development has now implemented a process to issue loan approvals (Conditional Commitments: RD Form 1980-18) that are “subject to” Congressional action, this legislative action in the Senate takes the funding issue for the USDA Section 502 Guaranteed Rural Housing Program one step closer to a permanent solution for FY2010. As a reminder, Chase will continue to purchase/fund your USDA Guaranteed Rural Housing loans with these modified (“subject to”) USDA approvals as announced on May 27th.

We ask that you share this information with your loan origination and processing staff, as well as with your Realtors and builders. As soon as additional information is available on this legislative initiative, we will send notification to you.

As always, we appreciate your support of the home financing needs of rural America. If you have questions or need additional information, please feel free to call your Chase Rural Housing Account Executive.

Matt Mathosian	KY, NC	954-422-1274	matt.mathosian@chase.com
Raul Murria	AR, LA	954-725-6608	raul.murria@chase.com
Mindy Howard	NJ, VA, WV	954-725-6607	mindy.a.howard@chase.com
Jason Saperton	AR, DE, IA, MD, NE, PA	954-422-1254	jason.s.saperton@chase.com
Darren Russell	OH, MI	954-422-1232	darren.c.russell@chase.com
Brandee Velez	KS, MN, WI	954-422-1233	brandee.a.velez@chase.com
Bill Scammell	IL, MO	954-422-1230	william.f.scammell@chase.com
Tom Davis	AK, AZ, HI, ID, NV, OR, WA, WY	954-422-1210	tom.x.davis@chase.com
Van Evans	FL, TN	954-422-1290	van.x.evans@chase.com
Jason Lucas	GA, UT	954-422-1243	jason.e.lucas@chase.com
Dwight Chin-Sang	CO, NM	954-698-1139	dwight.chin-sang@chase.com
Brandon Kopp	AL, CA	954-422-1266	brandon.d.kopp@chase.com
Trisha Viscardi	CA, GA, IN	954-671-2615	patricia.a.viscardi@chase.com
JohnMichael Guillott	SC	954-671-2614	john.m.guillott@chase.com
Rob Hawkins	TX	954-422-1203	robert.b.hawkins@chase.com
Sherri Heino	CT, MA, ME, NH, NY, RI, VT	954-422-1200	sherri.x.heino@chase.com
Mark Montanus	MS, MT, ND, SD	954-422-1237	mark.r.montanus@chase.com
Robert Stephens	OK, TN	954-426-5808	robert.e.stephens@chase.com