



IMPORTANT ANNOUNCEMENT

TO: Approved Homestar Rural Housing Originators
DATE: May 7, 2010
FROM: HOMESTAR WHOLESAL
RE: **2010 Good Faith Estimate – HFC Fees**

In an effort to simplify the vast array of fees charged in a typical GFE, we at HFC will be requiring that all GFE submitted to us have the following fees disclose in addition to any other applicable fees:

Block #1 (Included in 'Our Origination Charges')		
	Underwriting Fee	\$695.00
	Repair Escrow Fee (if applicable)	\$250.00
Block #3		
	Tax Service	\$84.00
	Flood Certification	\$16.00
	USDA Funding Fee	\$0,000.00
	(Currently 2% of the loan amount)	
Block #7		
	GRMA (GA Only)	\$6.50

If these fees are not initially disclosed, you may not be able charge the borrower these fees. (If applicable tolerances are exceeded, the Broker must provide a credit to the borrower at closing to cure the deficiency).

According to RESPA instructions, the GFE form should not have a signatory line; HFC will reject any GFE that has any signature.

Additionally a revised GFE and TIL will be required upon any of the following events:

- a) Within three (3) days of application date;
- b) When locking a loan;
- c) Changed circumstance which allows fees to be revised;
- d) When extending the lock for any length of time.

HFC will then forward a copy of the GFE provided by Broker to the Borrower and re-disclose the TIL statement to meet current RESPA & MDIA regulations.