

AMENDMENT NO. _____ Calendar No. _____

Purpose: To amend the National Housing Act to stabilize
and reform the Federal Housing Administration.

IN THE SENATE OF THE UNITED STATES—112th Cong., 2d Sess.

S. 3637

To temporarily extend the transaction account guarantee
program, and for other purposes.

Referred to the Committee on _____ and
ordered to be printed

Ordered to lie on the table and to be printed

AMENDMENT intended to be proposed by Mr. CORKER

Viz:

1 At the end, add the following:

2 **SEC. 3. FHA STABILIZATION AND REFORM.**

3 (a) ESTABLISHING MINIMUM FICO SCORE REQUIRE-
4 MENT.—Section 203(b) of the National Housing Act (12
5 U.S.C. 1709(b)) is amended by inserting after paragraph
6 (7) the following:

7 “(8) Have been made to a mortgagor having a
8 FICO score of not less than 620.”.

9 (b) REDUCING LOAN LIMIT.—Section 203(b)(2)(A)
10 of the National Housing Act (12 U.S.C. 1709(b)(2)(A))
11 is amended—

12 (1) in clause (i), by striking “or” at the end;

1 (2) in clause (ii), by adding “or” at the end;

2 and

3 (3) by inserting before the undesignated matter

4 following clause (ii) the following:

5 “(iii) \$625,000;”.

6 (c) **HECM MORATORIUM.**—During the 24-month pe-
7 riod beginning on the date of enactment of this Act, the
8 Secretary of Housing and Urban Development may not
9 enter into an agreement to insure a home equity conver-
10 sion mortgage under section 255 of the National Housing
11 Act (12 U.S.C. 1715z–20).

12 (d) **LIMITATION ON LOANS TO BORROWERS WITH**
13 **FORECLOSURES.**—Section 203(b)(9)(A) of the National
14 Housing Act (12 U.S.C. 1709(b)(9)(A)) is amended—

15 (1) by striking the period at the end and insert-
16 ing “; or”;

17 (2) by striking “amount equal to not less” and
18 inserting the following: “amount equal to—

19 “(A) not less”; and

20 (3) by adding at the end the following:

21 “(B) in the case of a mortgagor who was
22 the mortgagor under a mortgage that was fore-
23 closed upon during the 7-year period ending on
24 the date on which the mortgagor applies for the
25 mortgage insured under this section, not less

1 than 20 percent of the appraised value of the
2 property or such larger amount as the Sec-
3 retary may determine.”.