

Resolution No. 6

Date: Sept. 18, 1992

City: Lexington, KY

NAHB Resolution

Title: Improving HUD's Construction/Permanent Program
Original Sponsor: Committee on Mortgage Finance

WHEREAS, the Department of Housing and Urban Development's recent Mortgagee Letter 92-25 establishes a pilot program permitting the conversion of construction loans to Federal Housing Administration (FHA) loans;

WHEREAS, these loans, by law, cannot be insured by the FHA during the construction period; and

WHEREAS, some lenders will be reluctant to make uninsured construction loans, and this will limit the potential benefit of this program to builders and home buyers;

NOW, THEREFORE, BE IT RESOLVED that the National Association of Home Builders urge the Congress to provide the Federal Housing Administration with legislative authority to insure construction loans to qualified borrowers as part of its Construction/Permanent Program.

Board of Directors Action:
Joint Executive/Resolutions Committee Action:
Resolutions Committee Action:
Federal Governmental Affairs Committee Action:
Mortgage Finance Committee Action:

Approved
Recommends Approval
Recommends Approval
Recommends Approval
Recommends Approval