

3
Corrine Brown

AMENDMENT TO H.R. 384
OFFERED BY MS. CORRINE BROWN OF FLORIDA

Page 32, after line 19, insert the following:

1 **SEC. 207. FORECLOSURE PREVENTION FOR AFFORDABLE**
2 **HOUSING.**

3 Section 109 of the Emergency Economic Stabilization
4 Act of 2008 (12 U.S.C. 5219) is amended to read as fol-
5 lows:

6 **“SEC. 109. FORECLOSURE MITIGATION EFFORTS.**

7 “(a) **RESIDENTIAL MORTGAGE SERVICING STAND-**
8 **ARDS.**—To the extent that the Secretary acquires mort-
9 gages, mortgage backed securities, and other assets se-
10 cured by residential real estate, including multifamily
11 housing, the Secretary shall implement a plan that seeks
12 to maximize assistance for homeowners and renters and
13 use the authority of the Secretary to encourage the
14 servicers of the underlying mortgages, considering net
15 present value to the taxpayer, to take advantage of the
16 HOPE for Homeowners Program under section 257 of the
17 National Housing Act or other available programs to mini-
18 mize foreclosures. In addition, the Secretary may use loan
19 guarantees and credit enhancements to facilitate loan

1 modifications to prevent avoidable foreclosures on single-
2 family and multifamily housing.

3 “(b) COORDINATION.—The Secretary shall coordi-
4 nate with the Corporation, the Board (with respect to any
5 mortgage or mortgage-backed securities or pool of securi-
6 ties held, owned, or controlled by or on behalf of a Federal
7 reserve bank, as provided in section 110(a)(1)(C)), the
8 Federal Housing Finance Agency, the Secretary of Hous-
9 ing and Urban Development, and other Federal Govern-
10 ment entities that hold troubled assets to attempt to iden-
11 tify opportunities for the acquisition of classes of troubled
12 assets that will improve the ability of the Secretary to im-
13 prove the loan modification and restructuring process and,
14 where permissible, to permit bona fide tenants who are
15 current on their rent to remain in their homes under the
16 terms of the lease. In the case of a mortgage on a residen-
17 tial rental property, including a qualified low-income
18 building under section 42 of the Internal Revenue Code
19 of 1986, the plan required under this section shall include
20 protecting Federal, State, and local rental subsidies and
21 protections, and ensuring any modification takes into ac-
22 count the need for operating funds to maintain decent and
23 safe conditions at the property.

24 “(c) CONSENT TO REASONABLE LOAN MODIFICA-
25 TION REQUESTS.—Upon any request arising under exist-

1 ing investment contracts, the Secretary shall consent,
2 where appropriate and considering net present value to the
3 taxpayer, to reasonable requests by homeowners and own-
4 ers of affordable multifamily housing, including qualified
5 low-income buildings under section 42 of the Internal Rev-
6 enue Code of 1986, for loss mitigation measures, including
7 term extensions, rate reductions, principal write downs, in-
8 creases in the proportion of loans within a trust or other
9 structure allowed to be modified, or removal of other limi-
10 tations on modifications.”.

Page 32, line 20, strike “206” and insert “208”.

