

# Update on COVID-19 Forbearance & Loss Mitigation Efforts

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- Historical Context of COVID Forbearance
- COVID FB Numbers
- Mortgagee Letter 2021-15- Advance Loan Modification (ALM) and ML 2021-18 (25 pages)
- Effects on Mortgage Servicing & UHC Cash Flow

# Historical Context

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- 68 Mortgagee Letters issued in 2020 & 2021; in the previous 4 years a total of 71 were issued
- More than ½ were COVID-related
- FC & Eviction Moratorium extensions: 6
- Initial COVID FB start dates & extension options: 11

# COVID FB Numbers

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07/21/2021		
Status	Count	Prior Month Difference
Opened	2900	+44
Extended	1864	+65
Ended	1805	+234
Active	1095	-190

# Mortgagee Letter 2021-15

## Advance Loan Modification

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- Extended Foreclosure & Eviction Moratorium to 7/31/21 from 6/30/21
- Extended COVID FB start date to 9/30/21 from 6/30/21
- Eligibility requirement:
  - must be 90+ days delinquent
  - Modification must achieve minimum 25% P&I reduction
  - No borrower contact necessary
- Servicer must review all 90+ delinquent loans, whether COVID FB or not and prepare & send ALM documents
- Servicer must continue to offer/review other LM options

# Effects on Servicing & UHC Cash Flow

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- All late charges & fees must be waived
- No loss mitigation incentive payment from HUD
- Increased reporting burden
- Significantly increased review & document preparation

<b>Loans Eligible (based on UPB reduction)</b>	
All Eligible Count:	195
All Eligible UPB:	\$30,782,167.11
GNMA Eligible Count:	130
GNMA Eligible UPB:	\$24,489,316.62