

## **FHA Increases Mortgage Insurance Premiums**

**This update from FHA in Mortgagee Letter 2010-02 contains information about Increases to Up-front Mortgage Insurance Premiums.**

**Here are the 5 things you need to know about these changes:**

1. Changes are effective for case numbers assigned on or after April 15th, 2010.
2. New up-front mortgage insurance premium (UFMIP) will be 2.25% for all purchase and refinance loans. The premium for H4H and HECM is 2.0%.
3. This change applies to all standard FHA Single Family Programs except the following: Title I, Section 247-Hawaiian Homelands, Section 248-Indian Reservations, Section 223e-Declining Neighborhoods or Section 238c-Military Impact areas in Georgia and New York
4. Annual premiums will not change at this time.
5. There will be no discount on the UFMIP for first-time homebuyers with pre-purchase counseling.