

Property Improvement Title I Violation(s)- Compliance Report

U.S. Department of Housing
and Urban Development
Office of Housing
Federal Housing Commissioner

Name and Last Known Address of Borrower(s)

Address of Improved Property

Type of Violation	Type of Loan
<input type="checkbox"/> Prior Insured Loan(s) omitted from Application	<input type="checkbox"/> Direct-to-Borrower
<input type="checkbox"/> Other Debt(s) omitted from Application	<input type="checkbox"/> Dealer - Contractor Originated
<input type="checkbox"/> Income erroneously reported on Application	Name of Dealer - Contractor
<input type="checkbox"/> Incorrect ownership or Property reported on Application	
<input type="checkbox"/> Misuse of Proceeds of Loan	Address of Dealer - Contractor
<input type="checkbox"/> Forgery	
<input type="checkbox"/> Other	
<input type="checkbox"/> One Lender Involved <input type="checkbox"/> Multiple Lenders Involved	<input type="checkbox"/> One Dealer Involved <input type="checkbox"/> Multiple Dealers Involved

Data

(1) Claim Number	Lender and Address (City)				<input type="checkbox"/> Direct Loan <input type="checkbox"/> Dealer Originated	
Date of App.	Date and Amount of Note	Date of Default	Date and Amount of Claim	Date of Last Payment	Bal. Due on Note	\$
(2) Claim Number	Lender and Address (City)				<input type="checkbox"/> Direct Loan <input type="checkbox"/> Dealer Originated	
Date of App.	Date and Amount of Note	Date of Default	Date and Amount of Claim	Date of Last Payment	Bal. Due on Note	\$
(3) Claim Number	Lender and Address (City)				<input type="checkbox"/> Direct Loan <input type="checkbox"/> Dealer Originated	
Date of App.	Date and Amount of Note	Date of Default	Date and Amount of Claim	Date of Last Payment	Bal. Due on Note	\$

Are Regular Payments being made on Note(s)?

Give brief explanation of violation, and if known give reason for the violation; personal contact with Borrower is not necessary if violation is evident or established:

The above information is all that has been developed in connection with this Borrower Case.

Reviewer	Approved:	By:
Date	Date	Date

United States Attorney Decision

Prosecution Declined FBI Investigation has been Requested - On: _____ at _____
(Date) (City and State)

Comments

Date	United States Attorney
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Instructions

Simplified Referral Procedure—These instructions cover certain irregularities for both the "direct-to-borrower" and "dealer-originated" loans. Such referral cases are to be initiated by completing the face of this form and forwarding one copy to the Compliance and Liquidation Division, Office of Title I Insured Loans with the claim file(s). Factual information relative to the violations should be as complete as possible. Personal contact and interview with the borrower (except for normal collection activity) will not be required in a case where the violation is established. In any case, it will not be required to contact the borrowers for the specific purpose of obtaining their explanation of a violation.

Type of Violation—

- Prior Insured Loan(s) omitted from Application.**
Multiple Title I Loans (Same Lender or Different Lenders)—The credit application for the second transaction did not list under "debts" the first Title I loan. The credit application for the third transaction did not list the two prior Title I loans, both of which were outstanding. If there should be more than three loans involving the same borrower in this category, the case will be considered as a pattern of conduct and will be fully documented and referred for criminal investigation.
- Other Debt(s) omitted from Application**—The credit application did not list certain of the borrower's other obligations which were in existence at the time he applied for the loan.
- Income erroneously reported on Application**—The credit application shows income in excess of amount received at the time of making the loan.

- Incorrect ownership of Property reported on Application**—Incorrect application states the borrowers own the property, whereas, in fact, they do not have the interest represented.
- Misuse of Proceeds of Loan**—The credit application sets forth that the loan would be used for eligible improvements, but the proceeds actually were used for ineligible purposes.
- Forgery**—Admitted unauthorized signature or "forgery" by husband, wife or relatives.
- Other**—Occupancy less than 90 days - dependency improperly reported, etc.

Type of Loan—

- Direct-to-borrower loans**—Loans made by the lending institution directly to the borrower. Referrals shall be made for any violation listed above.
- Dealer-originated loans**—Loans negotiated by a dealer or contractor engaged to perform the improvements. Referrals shall be made for any violation listed above except for the "Misuse of Loan Proceeds" and "Forgery" or where there is an indication of improper, irregular or fraudulent practices or acts by the dealer or salesman. Cases involving irregularities which do not come within these instructions will be handled and reported in accordance with the provisions of the Compliance Handbook, HUD 4080.1.