



Martin O'Malley
GOVERNOR

Anthony G. Brown
LT. GOVERNOR

Raymond A. Skinner
SECRETARY

Clarence J. Snuggs
DEPUTY SECRETARY

June 5, 2008

Directive 2008-12

MEMORANDUM: ALL PARTICIPATING LENDERS
SUBJECT: RECEIPT FOR HAZARD INSURANCE

The purpose of this Directive is to inform you that effective immediately a receipt on the insurance company's letterhead stating that the first year's hazard insurance premium was paid in full is required for all loans at the time of purchase regardless of the fact that the premium was paid outside of closing (a POC item) or it was paid at closing. **Of course, the preference would be that the borrower would pay the first year's premium outside of closing and bring the paid receipt (on the insurance company's letterhead), indicating the hazard insurance was paid for the first year, to the closing.** This Directive and the updated Lender's Manual and Attachments L and Q will be uploaded to the website and Lender On-Line.

As always, we appreciate your continued participation in MMP. If you have any questions concerning this Directive or suggestions for improving our Program, please contact me directly at (410) 514-7508 or 1-800-638-7781 or by e-mail at manahan@mdhousing.org.

Sincerely,

William J. Manahan

William J. Manahan
Assistant Director, Homeownership Programs
Single Family Housing

COMMUNITY DEVELOPMENT
ADMINISTRATION
DIVISION OF DEVELOPMENT FINANCE
100 Community Place
Crownsville, MD 21032

PHONE 410-514-7400
TOLL FREE 1-800-756-0119
TTY/RELAY 711 or 1-800-735-2258
WEB www.mdhousing.org

