



Date: March 30, 2016

Announcement #2016-10

Topic: Hazard Insurance – Update to Remaining Coverage Period on Refinance Loans

PBM Announcement

Source: PBM Corporate Operations

Distribution: All PBM Employees

Effective with all loans funding on or after April 1, 2016, the following improvements to the remaining coverage period on refinance loans for hazard insurance coverage will apply. The hazard insurance procedures will be updated accordingly.

The updates are as follows:

1. Impounded Loans – The hazard insurance policy must have a minimum of 3 months or 90 days remaining. No exceptions.
2. Non Impounded Loans – The hazard insurance policy must have a minimum of 2 months or 60 days remaining. No exceptions.

Please note, we will continue to monitor these decreased time frames to insure they do not have a negative impact on the salability of our loans.

Please contact Corporate Operations with any questions.