



## MCC ALERT

2013/2014 Alert #5

TO: MCC LENDERS  
FROM: Kari H'Orvath / EDA Housing  
EFFECTIVE DATE: January 9, 2014  
SUBJECT: **MCC Lender's Responsibilities**

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The purpose of this alert is to remind all MCC lenders of their responsibilities and to provide sufficient notice for lenders to perform the obligations under the agreement to avoid removal from the Participating Lenders List and suspension from the MCC Program.

According to the Mortgage Credit Certificate Lender Participation Agreement between the County of Riverside and the MCC Program participating lender, the lender must notify all borrowers of the availability of the MCC Program regardless of whether or not the borrower needs the MCC to qualify for a loan.

In addition, the agreement states that the lender and its participating branches agree to actively participate in the County's MCC Program in order to maintain active status in the program. A minimum of one (1) MCC issued during a six month period shall constitute active participation. A lender that fails to meet active participation will be removed from the County's Participating Lenders List and will be excluded from further participation in the MCC Program for a period of six months from the date of removal from the County's Participating Lenders List ("Suspension Period"). Lender that wishes to further participate after the Suspension Period must re-submit all documentations and sign a new Lender Participation Agreement. Any Lender that has been suspended more than two times in a period of two (2) years will be disallowed to participate in any County or County down payment assistance type of programs such as, but not limited to, the First Time Home Buyer (FTHB) Program for a period of five (5) years.

**For more information:** If you have any questions or would like more information, contact the EDA Housing staff at (951) 343-5433 or [www.rchomelink.com](http://www.rchomelink.com).

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