

**AMENDMENT TO RULES COMMITTEE PRINT 118-8**  
**OFFERED BY MS. WATERS OF CALIFORNIA**

Page 5, after line 9, insert the following:

1 **SEC. 6. ELIMINATION OF LOAN LEVEL PRICE ADJUST-**  
2 **MENTS IN RURAL AND URBAN AREAS.**

3 Subpart A of part 2 of subtitle A of the Federal  
4 Housing Enterprises Financial Safety and Soundness Act  
5 of 1992 (12 U.S.C. 4541 et seq.) is amended by adding  
6 at the end the following new section:

7 **“SEC. 1329. PROHIBITION OF LOAN LEVEL PRICE ADJUST-**  
8 **MENTS FOR MORTGAGES FOR NEWLY CON-**  
9 **STRUCTED RESIDENCES IN HOUSING SHORT-**  
10 **AGE AREAS.**

11 “The Director of the Federal Housing Finance Agen-  
12 cy shall prohibit the Federal National Mortgage Associa-  
13 tion and the Federal Home Loan Mortgage Corporation  
14 from applying up-front fees based on the characteristics  
15 of an individual mortgage to mortgages that—

16 “(1) are purchased or delivered on or after the  
17 date of enactment of this Act or delivered into mort-  
18 gage backed securities with issue dates on or after  
19 the date of enactment of this Act; and

1           “(2) are made for the purchase of a newly con-  
2           structed single-family residence that is located in a  
3           standard metropolitan statistical area, or a rural  
4           area (as such term is defined in section 520 of the  
5           Housing Act of 1949 (42 U.S.C. 1490)), that in the  
6           determination of the Director is experiencing a hous-  
7           ing shortage.”.

Page 5, line 10, strike “**SEC. 6**” and insert “**SEC.**  
**7**”.

