

May 9, 2022

**LENDER BULLETIN #1**

# Change to CDF Process Flow



**Louisiana**  
Homeowner  
Assistance Fund

Lenders & Servicers,

The Louisiana Homeowner Assistance Fund is excited to announce that the program has added **Loan Modifications with State Contributions** to our list of available programs. This program option will be reserved for applicants who exceed the current program cap of \$25,000 and/or who have indicated they cannot afford their regular monthly payment moving forward. Please note our finance team will utilize the CDF workflow for the 'P' Program. Please see [the terms sheet](#) for reference.

## **Additional Policy Updates**

- Applicants in active bankruptcy proceedings are no longer precluded from applying for assistance. The program will require the applicants to obtain written authorization from the Bankruptcy Trustee or Court authorizing their lender or servicer to accept funds for their mortgage.
  - A copy of the authorization will be provided to the lender or servicer along with the A-record.
- Home Equity and Small Business Association (SBA) Loans are now eligible for financial assistance if the home has been collateralized. In addition, Home Equity Lines of Credit (HELOCs) may be eligible if the line of credit has been converted *[or is in the process of being converted]* to an actual loan with a set amount and payment schedule.
  - True HELOCs with open lines of credit upon which homeowners may draw funds are still excluded. All unsecured loans, including SBA Loans not secured by a primary residence, are also excluded.

Lastly, as a reminder, we would appreciate you sharing our program's information with your Louisiana homeowners. Applications may be submitted online at [lacovidhousing.com](https://lacovidhousing.com).

Regards,

**The Louisiana Homeowner Assistance Fund**

**VISIT [HAF.LACOVIDHOUSING.COM](https://haf.lacovidhousing.com) TO LEARN MORE.**



The program is funded through the U.S. Treasury Department and administered by the Louisiana Office of Community Development.