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Comments:

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Proposal: Credit Risk Retention
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The real story here is this is just another push to get all the business to the big banks and shut us little guys down. Which in turn is completely against everything this country stands for. The leaders of this country are taking us in the most scary direction we have ever seen. The fact is, the mortgage crisis is in Phase 2. All the mortgages that were subprime 2/28 ARM loans and high risk are already foreclosed on long ago. That problem has fixed itself by no longer offering the products. People who are losing their houses today are in one of 2 positions. 1) Lost all value in the home and are so far upside down, they think they have no other choice. 2) a victim of the economy that our government is making worse by all the changes and they have lost their jobs and can't pay the mortgage. Both of these situations have nothing to do with the quality of the loan when it's underwritten now. So, trying to fix something that's not broken anymore with even further changes to our industry is simply counterproductive. All this is going to do is set us back even further than we are now. Combine this new rule with the fact that they are trying to do away with the tax deduction for mortgage interest, and you will destroy this country. Homeownership will reach an all time low. I for one will become a renter. I am a mortgage professional, but since I too have lost 10% equity in my home in value decrease, if I lose the tax incentive, I will become a renter after being a homeowner for 18 years. I do this for a living, and won't be able to endorse homeownership. I truly hope these messages reach to proper people and make some kind of difference. Thank you