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Subject: Reg Z - Truth in Lending

Comments:

Date: Sep 22, 2009

Proposal: Regulation Z - Truth in Lending - Closed-end Mortgages
Document ID: R-1366
Document Version: 1
Release Date: 07/23/2009
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I use yield spread premiums to pay my borrowers closing costs and may a profit when I close the loan. Why does it make sense for the borrower to pay .25% lower in rate and then have to pay 4 to 6 thousand dollars when they only save 50 to 100 dollars per month. When these days people move so frequently, it does not make sense for them to spend all that money on the mortgage that they will never make back because either they will move or the rates will come down and they will refinance. I can understand if you cap the amount of yield spread premiums a broker can make. That makes sense. Why don't you also cap the amount of income a brain surgeon makes also. How about how much a car dealer can make. Where will this end. We live in a free country and it was built on the small business. If you pass this law so many small mortgage companies will go out of business and will end up on the unemployment rolls. Why don't you do things that will spur the economy instead of keep adding things that make it harder for people to get financing and to make a living. If you are going to limit what mortgage brokers make, then you should limit what every single person in the United States makes including the congressman and senators and the president of the United States. Mortgage brokers did not come up with the products that put us in this financial crisis. It was created by wall street. They came up with the products to sell. I don't see too many people suing a Ford dealership for selling a pinto, I see them suing Ford. We only sold what we were given to sell. Everyone wanted the exotic loans. We couldn't sell the standard Fannie Mae or Freddie Mac or FHA loan because it was too much brain damage. They could get the same rate and not verify anything and put nothing down to buy a house. Which loan would you pick given those options. We all have to make a living and passing this law will only add to the unemployment levels that are way too high as it is. Do something that will create jobs not loose them.