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COMMITTEE ON  
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# Congress of the United States

House of Representatives

Washington, DC 20515-3226

July 18, 2011

Ms. Mary L. Schapiro, Chairman  
Securities and Exchange Commission  
100 F Street, NE  
Washington, DC 20549

Mr. Ben S. Bernanke, Chairman  
Board of Governors of the Federal Reserve System  
20th & Constitution Ave., NW  
Washington, DC 20551

Mr. Martin J. Gruenberg, Acting Chairman  
Federal Deposit Insurance Corp.  
1776 F Street, NW  
Washington, DC 20006

Mr. Edward J. DeMarco, Acting Director  
Federal Housing Finance Agency  
1700 G Street, NW, 4<sup>th</sup> Floor  
Washington, DC 20552

Mr. John G. Walsh, Acting Comptroller  
Office of the Comptroller of the Currency  
250 E Street, SW  
Washington, DC 20219

Mr. Shaun L. S. Donovan, Secretary  
U.S. Department of Housing & Urban Development  
451 7th Street, SW  
Washington, DC 20410

Dear Chairman Schapiro, Chairman Bernanke, Acting Chairman Gruenberg, Acting Director DeMarco, Acting Comptroller Walsh, and Secretary Donovan:

In a letter dated May 31, 2011, Rep. John Campbell, Rep. Brad Sherman, and dozens of my congressional colleagues expressed concerns about proposed rulemaking on the regulations to implement Section 941 of the Dodd-Frank act which includes defining a Qualified Residential Mortgage (QRM) that will be exempt from the Act's risk retention requirements. I write today to reinforce those concerns and ask you in this process to consider lower down payment loans that have mortgage insurance (MI) as constituting a QRM.

I believe this proposed rulemaking would prove onerous for my constituents and result in higher rates and fees for home loans; worse, this regulation could prevent qualified buyers from purchasing a home altogether. Across Western New York, families are recovering from the most severe economic downturn since the Great Depression. Now is not the time to place unnecessary regulatory hurdles between the American people and the dream of homeownership.

Sincerely,



Kathleen C. Hochul  
Member of Congress