



Reverse Mortgage Loan Servicing Manual Announcement RVS-2016-01

September 14, 2016

Reverse Mortgage Loan Servicing Manual Updates

Reverse Mortgage Loan Servicing Manual [2-04, Property Insurance Policy and Coverage Requirements](#) has been updated to align with HUD instructions related to HECM hazard insurance policy coverage. Specifically, the Reverse Manual has been updated to no longer require that, for HECMs, hazard insurance coverage provide for claims to be settled on a replacement cost basis. The requirements for hazard insurance policies for Home Keeper mortgage loans remain unchanged.

Effective Date

The servicer is encouraged to implement this policy change immediately; but must implement the change no later than November 1, 2016.

Please contact your Reverse Mortgage Loan Servicing Representative in Fannie Mae's Single-Family Servicing Servicer Support Center at 1-800-2FANNIE (1-800-232-6643) with any questions regarding this Announcement.

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