

.05 FORBEARANCE AND REPAYMENT PLANS

The Servicer must request AHFC's approval to enter into a written forbearance or repayment plan with the borrower at any time.

The repayment plan must provide for the liquidation of all arrearages and costs and result in the payment of future payments on their due dates within a specified time.

The repayment plan must be approved by AHFC and the underlying insurer/guarantor, if applicable, in writing. Unless directed otherwise by AHFC, the Servicer must arrange for the preparation and execution of appropriate documents and must forward copies to all parties concerned. The Servicer must advise AHFC at least monthly on the status of any repayment plan and the condition of the mortgaged premises until the mortgage becomes current. Document a borrower's refusal to provide financial disclosure to the Servicer.