



approved
HOME LOANS

IMPOUND AGREEMENT

Buyer's Name: _____

Property Address: _____

Impound of property taxes and private mortgage insurance (PMI) may be included as part of your monthly payment. This agreement outlines the requirements and options available. Where applicable, you must check the options you elect and sign this agreement in the appropriate spaces.

TAXES & INSURANCE

When the loan to value (LTV) is equal to or more than 90%, the applicant must establish an impound account for the payment of property taxes, Insurance and PMI. When the loan to value is 89.9% or less, tax and insurance impounds are optional.

PMI:

Different financing programs may require private mortgage insurance. If the financing you have chosen requires PMI, it will be collected each month with your mortgage payment.

The impound requirement for the loan you have requested is indicated by the box checked below.

90.0% to 95% LTV: Tax and Insurance Impounds ARE required.

89.9% or less LTV: Tax and Insurance Impounds ARE NOT a requirement of your loan.

If the impound account is at your option, please check YES if you wish to maintain an impound account and check NO if you do not.

Yes. I elect to have an impound account for taxes and insurance.

No. I elect not to have an impound account for taxes and insurance.

By signing this agreement, I/we understand the terms and options stated in this agreement. If you do not understand the information in this document, call your loan officer immediately.

Borrower's Signature

Date

Borrower's Signature

Date

Borrower's Signature

Date

Borrower's Signature

Date