

**AMENDMENT TO H.R. 5072, AS REPORTED  
OFFERED BY MR. GARRETT OF NEW JERSEY**

Page 3, after line 16, insert the following new section:

1 **SEC. 3. PROHIBITION ON FINANCING UP-FRONT PREMIUMS.**

2 Subsection (d) of section 203 of the National Housing Act (12 U.S.C. 1709(d)) is amended—

4 (1) in paragraph (1)—

5 (A) by striking “Except” and all that follows through “notwithstanding” and inserting  
6 “Notwithstanding any other provision of law,  
7 with respect to any”; and

9 (B) by inserting “not” after “may”; and

10 (2) by striking paragraph (2) and inserting the  
11 following new paragraph:

12 “(2) Notwithstanding any other provision of law, the  
13 Secretary shall provide that, in the case of a mortgage  
14 insured under this title and secured by a one- to four-  
15 family dwelling, the single premium payment collected at  
16 the time of insurance pursuant to subsection (c)(2)(A)  
17 may not be financed by the principal obligation of the  
18 mortgage.”.

