

**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. DOWNPAYMENT REQUIREMENT OF 5 PERCENT AND**
2 **PROHIBITION OF FINANCING OF CLOSING**
3 **COSTS.**

4 Section 203 of the National Housing Act (12 U.S.C.
5 1709) is amended—

6 (1) in subsection (b)(9)(A), by striking “3.5
7 percent” and inserting “5.0 percent”; and

8 (2) in subsections (b)(2) and (k)(3)(A), by
9 striking “(including such initial service charges, ap-
10 praisal, inspection, and other fees as the Secretary
11 shall approve)” each place such term appears and
12 inserting “(which may not include any initial service
13 charges, appraisal, inspection, or other fees or clos-
14 ing costs as the Secretary shall prohibit)”.

