



Federal Housing Finance Agency

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FINAL SUSPENSION ORDER

The Federal Housing Finance Agency, as safety and soundness regulator of Fannie Mae, Freddie Mac, and the eleven Federal Home Loan Banks (collectively the “regulated entities”), is issuing this Final Order pursuant to the following legal authorities:

1. Section 1313 of the Federal Housing Enterprises Financial Safety and Soundness Act of 1992 (Safety and Soundness Act), which authorizes FHFA to exercise such incidental powers as may be necessary in the supervision and regulation of the regulated entities. *See* 12 U.S.C. 4513(a)(2);
2. Section 1313B of the Safety and Soundness Act, which authorizes FHFA to establish standards for the regulated entities regarding prudential management of risks. FHFA is authorized to issue orders requiring the regulated entities to take any action that will best carry out the purposes of that section. *See* 12 U.S.C. 4513b(b)(2)(B)(iii); and
3. Section 1319G of the Safety and Soundness Act, which authorizes FHFA to issue any orders necessary to ensure that the purposes of the Safety and Soundness Act are accomplished. *See* 12 U.S.C. 4526(a).

Consistent with these authorities, FHFA has determined that any business relationship between Robert “Bobby” Corrao and the regulated entities would present excessive risk to their safety and soundness.

This determination is based on the following findings:

1. Robert “Bobby” Corrao was a principal, owner, and guarantor of 1502 Niagara, LLC, a limited liability company that owned a multi-family commercial and residential apartment complex in Buffalo, New York. The apartment complex was built with funds obtained through a mortgage loan.
2. Robert “Bobby” Corrao and others provided false information to induce a financial institution to issue a mortgage loan to 1502 Niagara, LLC for a multi-family property of an amount greater than 1502 Niagara would otherwise have qualified for and to induce Fannie Mae to fund or purchase that mortgage loan based on false pretenses, representations, and promises.
3. Robert “Bobby” Corrao and others conspired to provide the lender and appraiser false and fraudulent rent rolls that misstated the occupancy rates and/or overstated the property’s monthly rental income.

4. Robert “Bobby” Corrao and others conspired to provide false and inflated income statements for the property that misstated 1502 Niagara’s net operating income.
5. Robert “Bobby” Corrao worked with others to deceive inspectors into believing that unoccupied apartments were occupied.
6. On September 2, 2022, pursuant to a guilty plea, Robert “Bobby” Corrao was convicted by the United States District Court for the Western District of New York of conspiracy to commit wire fraud affecting a financial institution. Robert “Bobby” Corrao was sentenced to time served and one (1) year of supervised release.
7. The conduct underlying the conviction described above occurred in connection with a mortgage business and financial transactions.

With this Final Order, FHFA is directing each regulated entity to cease or refrain from engaging in any business relationship with Robert “Bobby” Corrao, for a term of five (5) years, beginning on March 8, 2023. This suspension extends to any individual, company, partnership or other group that FHFA determines to be an affiliate of Robert “Bobby” Corrao’s.

The Final Order’s requirement for regulated entities to cease any business relationship with Robert “Bobby” Corrao does not apply to the existing or future purchase, sale, modification, foreclosure alternative transaction, or other foreclosure-related transaction of a residential mortgage loan owned by a regulated entity if Robert “Bobby” Corrao is the borrower of such residential mortgage loan and the transaction is for the borrower’s own personal or household residence.

This Final Order is a final action of the Federal Housing Finance Agency.

Clinton Jones,
Suspending Official