

From: Bruce Ring [BRing@mmblaw.com]  
Sent: Monday, October 04, 2010 7:58 PM  
To: !FHFA REG-COMMENTS  
Subject: Guidance on Private Transfer Fee Covenants, (No. 2010-N-11) - Please Reject As Written

Mr. Pollard:

I am writing to urge you to REJECT the proposed guidance No. 2010-N-11 relating to private transfer fees as it is currently written.

The abusive practice of using transfer fees for purely private gain can be curtailed without disturbing the legitimate use of transfer fees for homeowner or community benefits. As proposed, this guidance would have a severe negative impact on the operations of homeowners associations, environmental groups and affordable housing programs that rely on these disclosed fees for their operations. A transfer fee has a real value to a community when used in specific circumstances that benefit the homeowner or community, such as use by homeowners associations (HOAs), non-profit organizations, or governmental agencies to build and maintain community enhancements or promote important community benefits such as open space, affordable housing, and transit improvements.

With a high percentage of mortgages (by some estimates 90%) insured or backed by Freddie Mac or Fannie Mae, this proposal would effectively preclude the use of transfer fees for community benefits, removing a critical tool for building strong communities and dealing another blow to homeowners at a time when the markets are struggling to recover.

Approval of this guidance as written is ill-advised and should be REJECTED. The FHFA should instead adopt transfer fee standards that protect community benefits while prohibiting abusive fees that are used solely for private gain.

At a minimum, the comment period should be delayed and extended for a significant time to allow for the thoughtful and transparent consideration of the impacts of such a change.

Sincerely,  
Bruce Ring

Bruce E. Ring, Esq.  
Morgan Miller Blair, a Law Corporation  
Celebrating 25 Years - 1985 - 2010

1331 N. California Blvd., Suite 200  
Walnut Creek, CA 94596  
Direct: (925) 979-3314  
Main: (925) 937-3600  
Mobile: (925) 639-7187  
Direct Fax: (925) 274-7514  
Assistant: Sharon Kwiat (925) 979-3326  
e-mail: bring@mmblaw.com  
<http://www.mmblaw.com>

This message contains information which may be confidential and privileged. Unless you are the addressee (or authorized to receive for the addressee), you

may not use, copy or disclose to anyone the message or any information contained in the message. If you have received the message in error, please advise the sender by reply e-mail to [bring@mmlaw.com](mailto:bring@mmlaw.com), and delete the message.