

# The LLPAM Nightmare

"SOCIALISM AT WORK"

by Joseph DeMaio, ©2023

The screenshot shows the top portion of a document from Fannie Mae. At the top left is the Fannie Mae logo. Below it is the title "Loan-Level Price Adjustment Matrix". A red notice states: "This Matrix is effective for all whole loans purchased on or after May 1, 2023, and for loans delivered into MBS with issue dates on or after May 1, 2023, unless otherwise noted below. For LLPAs prior to this date, see the LLPAM Matrix effective until 5/1/2023". Below this is a paragraph explaining that the document provides the LLPAs applicable to loans sold to Fannie Mae, assessed based on certain eligibility or other loan features. It lists features such as credit score, loan purpose, occupancy, number of units, product type, etc. It also notes that not all loans will be eligible for the features or loan-to-value (LTV) ratios described in the Matrix and lists exclusions like FHA, VA, Rural Development (RD) Section 502 Mortgages, and HUD Section 184 Mortgages. Below this is a section titled "Pricing Guidelines for LLPAs" with a bulleted list of rules. The first rule states that LLPAs are calculated based on the acquisition date principal balance and are cumulative. The second rule states that LLPAs are based on the gross LTV ratio, with an exception for minimum mortgage insurance LLPAs. The third rule states that credit score requirements are based on the "representative" credit score for the mortgage loan as defined in the Selling Guide. The fourth rule states that all applicable LLPAs for MBS transactions are calculated on the MBS pool issue date based on the pool issue date balance. Below the text is a "Table of Contents" table with the following entries:

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At the bottom of the page, there is a footer: "© 2023 Fannie Mae. This Matrix is incorporated by reference into the Selling Guide and represents only certain dated versions of Matrix. 01/27/2023 1 of 9".

<https://singlefamily.fanniemae.com/media/9391/display>

(Apr. 24, 2023) — As if we needed any additional proof that the Goof at 1600 despises responsible Americans and adores irresponsible ones, look no farther than [Brandon](#)'s new rule, administered by [Fannie Mae](#), requiring home mortgage seekers with high credit scores to be surcharged in order to [subsidize](#) persons with low credit scores.

In addition, the new rule will apparently include hundreds of thousands, if not millions, of illegal aliens who have committed [felonies](#) to enter this country...., yes, Virginia, if a once-deported alien enters the country unlawfully a second or more time(s), each subsequent one is a felony under 8 U.S.C. § 1325...., not that Alejandro Mayorkas or Attorney General Merrick Garland cares.

For those interested in burrowing through the labyrinthine prose of the rule, here is the Fannie Mae "Loan-Level Price Adjustment Matrix" ("[LLPAM](#)") setting forth the punishment schedule for responsible applicants with higher credit scores. When David Stevens, who served as Federal Housing Administration commissioner during the Obama administration, calls it "unprecedented" and "[not the way to do it](#)," you know that the Uber-Goof's fingerprints are all over it.

This proposal to pay for the irresponsible behavior of one segment of society with the fruits of the responsible behavior of another segment is nothing more than a blatant redistribution of wealth by a backdoor never authorized by Congress. It is socialism at work.

This plan – scheduled to go into effect May 1, 2023 – sets the stage for another housing bubble implosion as occurred in [2008](#), when the Second Usurper in Chief (“SUC”), Barack Hussein Obama, was in charge. The main difference now is that, in an effort to offset the risks of lunatic unsecured or under-secured subprime mortgages that dominated the 2008 crash, Fannie Mae will now require responsible borrowers (*i.e.*, those with higher credit scores secured by their own “good” behavior) to subsidize those with low credit scores generated by their own irresponsible behavior.

Stated otherwise, it is madness with a new face: instead of a “[clean, articulate black man](#)” overseeing the 2008 disaster, we now have an addled, clownish, inarticulate reprobate seeking to repeat in 2023 the disasters of the 2008 crash. As the SUC is said to have [noted](#) in 2020 before Dr. Jill’s spouse closed in on the Democrat nomination: “Don’t underestimate [the clown’s] ability to \*%#! things up.” Ineligible to the office as he was, Obama’s warning about the Uber-Goof was extraordinarily prescient and is playing out daily..., sometimes even hourly. The Fannie Mae proposal is only the latest thing being \*%#!ed up under this administration.

Moreover, if the proposal is so good, why don’t we again consider passage of the law proposed [here](#), a one-time tax surcharge on all persons registered as Democrats as of November 2, 2020. They presumably voted for the Uber-Goof, so it is proper to hold them responsible and accountable. The monies generated would go to partially offset all of the horrific damages wrought by the Goofball Regime since he first took office.

The surcharge was first proposed to be an amount equal to one-third of the Democrat’s 2020 gross income. However, given the magnitude of the damages thus far inflicted, plus the damages that will take place under the new Fannie Mae LLPAM proposal, that estimate must be revised to an amount equal to two-thirds of the registered Democrat’s 2020 gross income.

Lamentably, unless and until Republicans control the Congress and the White House, such a proposal has little if any chance of becoming law. And even then, cowardly RINO’s could likely torpedo it as being “too mean” to fellow Americans. Seriously? As noted [here](#), “*the time for niceties is over.*” (Emphasis added) Democrats have time and again proven themselves to be incapable of and hostile to governing a free people under a constitutional republic such as ours. Vote every single one of them out of office. Period. Enough already.