

Issuer Outreach & Modernization Update

November 19, 2015



Agenda

- Overview
- GinnieNET SecurID Token Implementation Timeline
- Penalty for Failure to Comply
- Recently Published APMs
- Quarterly CAVS Migration to GMEP
- Quick Reference Cards
- Q&A

GinnieNET SecurID Token Implementation Timeline

- Ginnie Mae will be replacing the GinnieNET Biometric Fingerprint Authentication process on **November 20, 2015**.
- **Present to November 20, 2015:** Biometric Scanner Authentication Process will remain operational in GinnieNET until **9 pm Eastern time** on Friday, November 20, 2015.
- **November 21 – November 22, 2015:** GinnieNET Submissions will be unavailable while system changes are implemented.
- **Starting November 23, 2015:** SecurID Authentication Process will be required for all GinnieNET submissions.

Compliance

Failure to migrate to the SecurID token authentication process in GinnieNET will result in the following:

- Issuer's inability to submit pools and perform the 11710D monthly certification;
- Document Custodian inability to certify pools

Failure to perform timely submission of the form HUD-11710D or to obtain timely final certification or recertification of pools may result in administrative action, including civil money penalties.

Recently Published APMs

- APM 15-17: Updates to Allowable Delegable Responsibilities between Issuers and Subservicers
- APM 15-18: Updates to the Authentication Process Used in GinnieNET

APM 15-17: Updates to Allowable Delegable Responsibilities Between Issuers and Subservicers

- Effective immediately, Ginnie Mae will permit Issuers to delegate to their subservicer the authority and responsibility to prepare and transmit the Issuer's Monthly Summary Report (HUD-11710D) and certification, so long as both entities are parties to an executed form HUD-11707, Master Servicing Agreement, that has been approved by Ginnie Mae.
- Issuers are responsible for any and all representations submitted in its monthly pool and loan level accounting report and in its form HUD-11710D regardless of whether these reporting responsibilities were delegated to or performed by a subservicer.
- Subservicers are required to include, on their own form HUD-11702, Resolution of the Board of Directors and Certificate of Authorized Signatures, all of the subservicer's employees who will certify the form HUD-11710D on behalf of any other Ginnie Mae Issuer.
- Issuers and subservicers must ensure that any of their employees who prepare and transmit accounting reports have the access level necessary to perform such functions in the Ginnie Mae applications.

APM 15-18: Updates to the Authentication Process Used in GinnieNET

- The biometric (fingerprint) scanners used in the authentication process for GinnieNET submissions will be deactivated at 9 pm EST tomorrow.
- GinnieNET will be unavailable all weekend as it gets updated and the biometric scanners are replaced with a SecurID Token authentication process.
- GinnieNET users who submit pools, transmit the Issuer's Monthly Summary Report, form HUD-11710D, perform pool certifications, or process requests for release of loan documents, form HUD-11708 (GinnieNET Submissions) must use the new SecurID token authentication process beginning November 23, 2015.

Quarterly Custodial Account Verification

- CHANGE TO REPORTING: TIMEFRAME AND APPLICATION

Reporting	OLD	NEW
Timeframe	Due 10 th CD of December 2015	Due 15 th BD of December. Submission window is 6 th -15 th BD
Application	In GinnieNET	In GMEP

Quick Reference Card for CAVS submission in GMEP published on Ginnie Mae's 2015 Modernization webpage.

Quick Reference Card CAVS

Submitting Quarterly Custodial Account Verifications (CAVs) ISSUER QUICK REFERENCE CARD

SUBMITTING QUARTERLY CAVS IN GINNIE MAE ENTERPRISE PORTAL

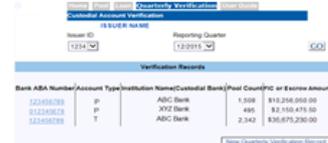
POLICY Beginning with the Custodial Account Verifications (CAVs) due December 2015, the CAVS reports must be submitted through the Ginnie Mae Enterprise Portal (GMEP) between the 6th and 16th business days of the month.

LOG IN TO GMEP

- Log in to Ginnie Mae Enterprise Portal (GMEP) at www.ginniemae.net.
- Click on Pool Accounting-Single Family Home screen or the Pool Accounting-Multifamily Home screen.
- Click on Quarterly Verification. The Quarterly Verification screen provides brief instructions for reporting Verification Records.



- Select your Issuer ID number and the Reporting Quarter, and click GO.
- The Custodial Account Verification screen is displayed. This is the primary navigation screen.



QUICK REFERENCE GUIDE: CAVS

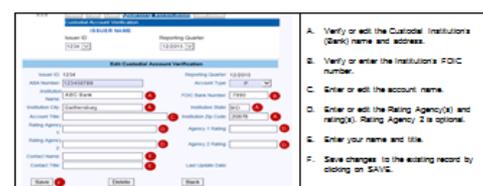
LAST UPDATED 11/16/2012

Submitting Quarterly Custodial Account Verifications (CAVs) ISSUER QUICK REFERENCE CARD

- For the Current Quarter, the Issuer can edit an existing Custodial Account Verification Record for that current quarter, or may enter a New Quarterly Verification Record.
- For Prior Quarters, the Issuer can view (Read Only) the prior Custodial Account Verification Records.

TO EDIT AN EXISTING CAVS RECORD FOR THE CURRENT QUARTER

- Click on the Bank ABA Number to access the Edit Custodial Verification screen for the selected record.
- Edit or enter the required custodial verification data and click SAVE to save your changes; or
- Click DELETE to delete your changes. Click BACK to return to the Custodial Account Verification screen.



- Verify or edit the Custodial Institutions (Bank) name and address.
- Verify or enter the institutions FDIC number.
- Enter or edit the account name.
- Enter or edit the Rating Agency(x) and rating(x). Rating Agency 2 is optional.
- Enter your name and title.
- Save changes to the existing record by clicking on SAVE.

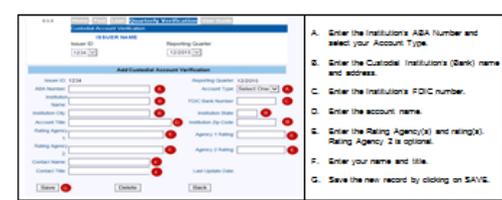
QUICK REFERENCE GUIDE: CAVS

LAST UPDATED 11/16/2012

Submitting Quarterly Custodial Account Verifications (CAVs) ISSUER QUICK REFERENCE CARD

TO ADD A NEW QUARTERLY CAVS RECORD

- Click on the New Quarterly Verification Record button to access the Add Custodial Verification screen to add a new record.
- Enter the required custodial verification data and click SAVE to save your new record; or
- Click DELETE to delete the record. Click BACK to return to the Custodial Account Verification screen.



- Enter the Institutions ABA Number and select your Account Type.
- Enter the Custodial Institutions (Bank) name and address.
- Enter the Institutions FDIC number.
- Enter the account name.
- Enter the Rating Agency(x) and rating(x). Rating Agency 2 is optional.
- Enter your name and title.
- Save the new record by clicking on SAVE.

For additional instructions, download the User Guide. Select User Guide from the top menu of the Pool Accounting-Single Family or the Pool Accounting-Multifamily module in RPS.

QUICK REFERENCE GUIDE: CAVS

LAST UPDATED 11/16/2012

http://www.ginniemae.gov/doing_business_with_ginniemae/modernization/Documents/cavs_reporting_gmep_qrc.pdf

Q&A