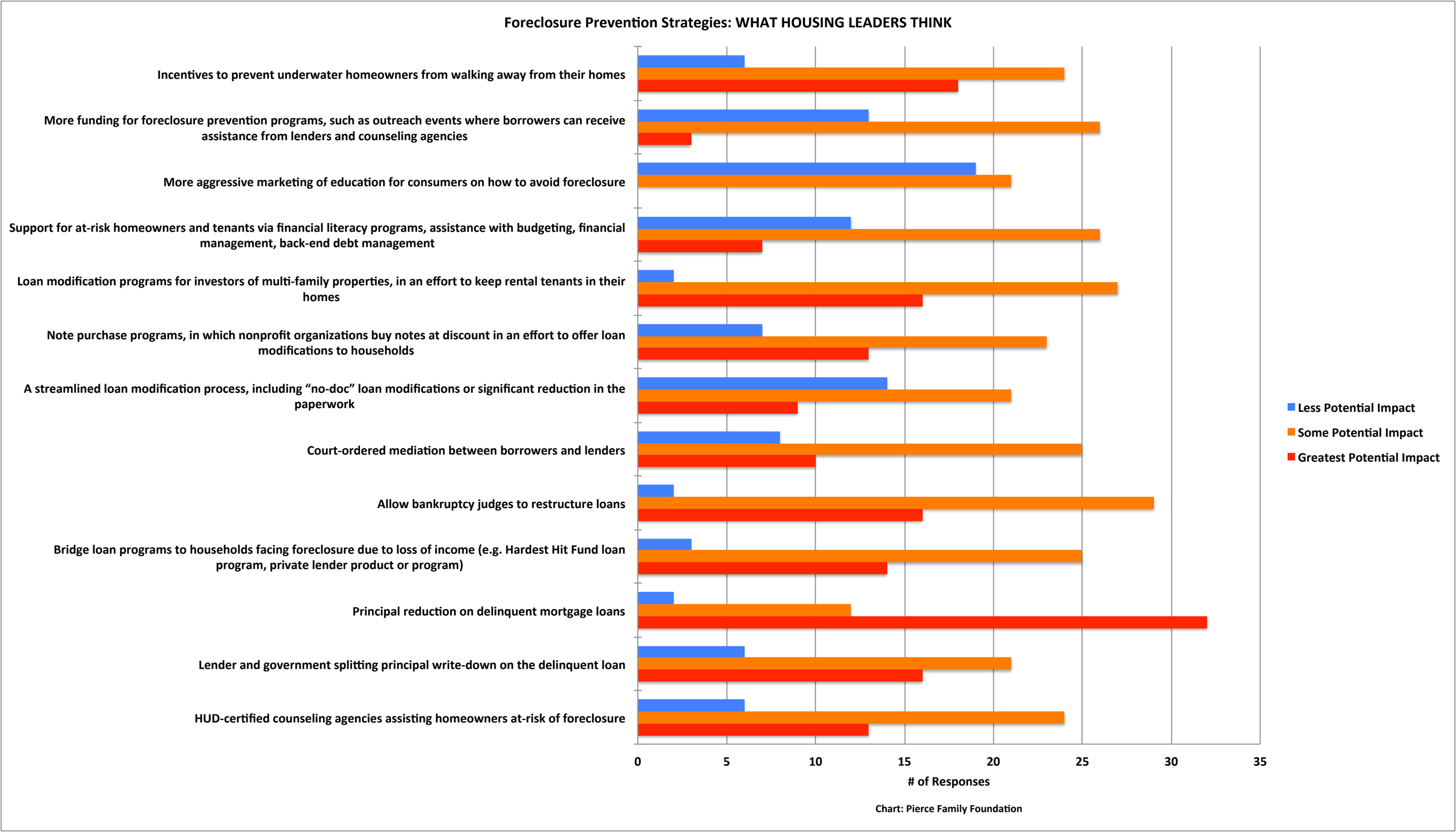
Foreclosure Prevention Strategies: WHAT HOUSING LEADERS THINK
Incentives to prevent underwater homeowners from walking away from their homes
More funding for foreclosure prevention programs, such as outreach events where borrowers can receive assistance from lenders and counseling agencies
More aggressive marketing of education for consumers on how to avoid foreclosure
Support for at-risk homeowners and tenants via financial literacy programs, assistance with budgeting, financial management, back-end debt management
Loan modification programs for investors of multi-family properties, in an effort to keep rental tenants in their homes
Note purchase programs, in which nonprofit organizations buy notes at discount in an effort to offer loan modifications to households
A streamlined loan modification process, including "no-doc" loan modifications or significant reduction in the paperwork
Court-ordered mediation between borrowers and lenders
Allow bankruptcy judges to restructure loans
Bridge loan programs to households facing foreclosure due to loss of income (e.g. Hardest Hit Fund loan program, private lender product or program)
Principal reduction on delinquent mortgage loans
Lender and government splitting principal write-down on the delinquent loan
HUD-certified counseling agencies assisting homeowners at-risk of foreclosure
0
5
10
15
20
25
30
35
# of Responses
Less Potential Impact
Some Potential Impact
Greatest Potential Impact
Chart: Pierce Family Foundation