

Southwest Airlines Federal Credit Union Illinois Home Equity Line of Credit

Required Documents



Thank you for your recent inquiry regarding a Illinois Home Equity loan. Please complete and return all of the following documents:

- Enclosed forms for completion in this packet:
 - Second Mortgage or Home Improvement Loan Application signed by all owners/spouses
 - Borrower's acknowledgment of application terms (Form A)
- Proof of income to include copies of the last 30 days of pay stubs and the previous year's W-2. (self-employed borrowers should submit the last two years **complete** tax returns including **all schedules**).
- A copy of the deed of trust.
- A copy of the most recent survey.
- Current county real estate tax assessment statement.
- Homeowner's hazard insurance policy.
- Flood insurance policy (if applicable).
- Most recent first mortgage statement indicating loan balance, lender phone number and loan account number.

The process: After your closing, federal law requires a three-business day right of rescission before your funds may be released. Closing costs vary depending on the loan amount. Costs may be rolled into the loan, provided the loan does not exceed 80% of the home market value. Typical closing costs are as follows:

Attorney document preparation	\$185.00
Flood zone determination	\$15.00
Recording fees	\$100.00
Title search	\$75.00
Appraisal, if required	\$350.00

Please contact your loan representative if you have questions about the application or any of the required documents.

Sincerely,
Mortgage Specialist

Form A

Southwest Airlines Federal Credit Union Borrower's Acknowledgement of Application Terms

EQUAL CREDIT OPPORTUNITY ACT

The federal Equal Credit Opportunity Act prohibits creditors from discriminating against credit applicants on the basis of race, color, religion, national origin, sex, marital status, age (provided that the applicant has the capacity to enter into a binding contract); because all or part of the applicant's income derives from any public assistance program, or because the applicant has in good faith exercised any right under the Consumer Credit Protection Act. Income which you receive as alimony, child support or separate maintenance need not be disclosed to this creditor unless you choose to rely on such sources to qualify for the loan. Income from these and other sources, including part-time or temporary employment, will not be discounted by this lender because of your sex or marital status. However, we will consider very carefully the stability and probable continuity of any income you disclose to us. The Federal Agency that administers compliance with this law concerning this creditor is:

NCUA
4807 Spicewood Springs Rd Suite 5200
Austin, TX 78759

To assist federal agencies charged with enforcing compliance with the Federal Equal Credit Opportunity Act, our company is required to ask applicants certain questions concerning race/national origin, sex, marital status and age. You are free to choose to answer or not answer these questions. Your decision will in no way affect the approval or disapproval of your application.

FAIR CREDIT REPORTING ACT

An investigation will be made as to the credit standing of all individuals seeking credit in this application. The nature and scope of any investigation will be furnished to you upon written request made within a reasonable period of time. In the event of denied credit due to an unfavorable consumer report, you will be advised of the identity of the Consumer Reporting Agency making such report and of right to request within sixty (60) days the reason for the adverse action, pursuant to provisions of section 615(b) of the Fair Credit Reporting Act.

FINANCIAL PRIVACY ACT

This is notice to you as required by the Right to Financial Privacy Act of 1978 that the Department of Housing and Urban Development and/or the Veterans Administration have/has a right of access to financial records held by a financial institution in connection with the consideration or administration of assistance to you. Financial records involving this transaction will be available to the Department of Housing and Urban Development and/or the Veterans Administration without further notice or authorization but will not be disclosed or released to another government agency or department without your consent, except as required or permitted by law.

INTEREST RATE NOTIFICATION

The undersigned acknowledge(s) that the interest rate contained in my/our application dated this date is the rate at which Southwest Airlines Federal Credit Union is currently accepting applications with similar terms as this application, and may be subject to change until guaranteed in writing by the credit union.

NON-REFUNDABLE CREDIT REPORT FEE

This is notification that the initial "Credit Report Fee" is non-refundable in the event your loan does not close for any reason. The credit report fee will be applied to closing costs at loan closing.

MORTGAGE DISCLOSURE IMPROVEMENT ACT NOTICE

You are not required to complete this agreement merely because you have received these disclosures or signed a loan application.

