

Nevada Property Mortgage, LLC.

IMPOUNDS

An “impound account” is an account established with your lender to hold money collected from you in your monthly loan payment, to pay your hazard insurance (if applicable) and property taxes. The lender will pay these tax and insurance bills as they become due. If you do not have an impound account, you are solely responsible for paying the property taxes and hazard insurance when they are due.

Some lenders, for certain programs, leave the choice of whether to establish an impound account up to the borrower. There may be a difference in the pricing of your loan in relations to the choice regarding an impound account. Therefore, it is imperative when taking your loan application, that your loan agent is informed as to your preference regarding an impound account.

Choose one of the following:

- I understand that an impound account is **REQUIRED** for the loan program I have chosen and that an impound account will be established as a condition of my loan.
- I understand that the lender or program I have chosen **DOES NOT** allow an impound account and that I will be required to pay my own property taxes and hazard insurance.
- I **CHOOSE** to establish an impound account regardless of lender requirements. I understand that the lender will collect at closing and monthly as part of my loan payment. The lender will pay the property tax and hazard insurance as they become due.
- I **CHOOSE NOT** to establish an impound account, if allowed by the lender for the program I have chosen. I understand that I will be solely responsible for the payment of the property tax and hazard insurance bills when they become due.

Borrower

Date

Co-Borrower

Date