

FHA Meets Minimum Reserve Requirement for First Time Since 2009

By Joe
Light

In another marker of the housing market's swift recovery, a government agency that just two years ago required its first taxpayer-funded bailout said on Monday its reserves were back in line with federal requirements.

The Federal Housing Administration, which backs low-down-payment mortgages popular with first-time home buyers, said its insurance fund's net worth at the end of September was \$23.8 billion, up from a year-earlier level of \$4.8 billion. Its capital reserve ratio, which by law is required to stay above 2%,...