



Seattle City Council

July 30, 2015

Jamie Dimon, CEO
JP Morgan Chase & Co.
270 Park Avenue
New York, NY 10017

Dear Mr. Dimon,

We are writing today to request your support for an allocation of settlement dollars to support an important foreclosure prevention fund that is being established by one of our region's strongest CDFIs. Craft3, working with Further Development, has presented the proposal to your local team and are now awaiting guidance on both the process and substance of your upcoming settlement allocation decisions. With many areas of our State still suffering from the mortgage crisis, it's imperative that permanent, scalable, market-driven solutions be funded.

- In Seattle-Metro Area 24% of bottom-tier homeowners are underwater, compared to 6% of top-tier owners. In addition, in 2012 the 2nd Quarter Zillow report found that in Seattle-Metro Area the average amount of negative equity was approximately \$92,200, today it is \$109,250.
- Statewide, the overall percentage of homes with negative equity is 15%, with some counties as high as 28% (Lincoln County)
 - 26% Grays Harbor County
 - 21% Pierce, Lewis, and Mason Counties
 - 19% Ferry and Whitman Counties
 - 18% Kitsap, Spokane, Thurston, Cowlitz

Craft3 has partnered with Further Development, LLC to create the Pacific NW Mortgage Repair fund, a project modeled on the proven success of the State of Oregon's Loan Refinancing Assistance Pilot Project (LRAPP). The goal is a permanent fund that serves all of Washington and Oregon and partners with investors and servicers to provide a mutually beneficial option for families that have experienced hardship and have substantial negative equity.

The attached packet includes an overview of the new fund and detailed analysis and overview of the results of the LRAPP fund to date.

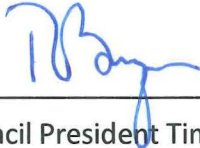
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(206) 684-8888 Fax: (206) 684-8587 TTY: (206) 233-0025

<http://www.seattle.gov/council>

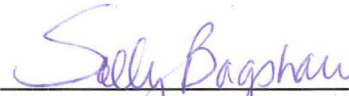
An EEO employer. Accommodations for people with disabilities provided upon request.

Our request is that JP Morgan Chase provide an equity contribution to the Pacific NW Mortgage Repair Fund. We believe that an equity investment would complement your existing foreclosure prevention efforts and fit nicely with the philosophy and leadership that Chase shown. Craft3 will leverage the equity investment to bring the fund to the necessary scale. Please contact either one of us with questions. We look forward to working with you.

Sincerely



Council President Tim Burgess



Councilmember Sally Bagshaw



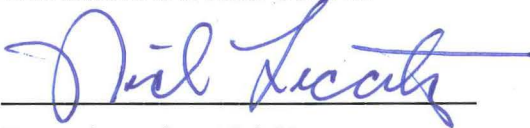
Councilmember John Okamoto



Councilmember Jean Godden



Councilmember Bruce A. Harrell



Councilmember Nick Licata



Councilmember Mike O'Brien



Councilmember Tom Rasmussen



Councilmember Kshama Sawant

Cc: Joseph A. Smith, National Settlement Monitor
Thomas Curry, Comptroller of the Currency
Tom Perrick, Vice President, JP Morgan Chase NW Region Government Relations
Brian Stewart, JP Morgan Chase Government Relations and Civil Engagement
Deanna Murphy, JP Morgan Chase Mortgage Division