

[Date]

[Borrower Name]
[Co-Borrower Name]
[Property Address]
[City, State, Zip Code]

**RE: Mortgage Forbearance Agreement - Wildfire Hardship
Loan Number: [Insert Loan Number]**

Dear [Borrower Name],

This letter serves as a formal agreement regarding the temporary suspension or reduction of your mortgage payments due to financial hardship caused by the recent wildfires. [Lender Name] understands the challenges you are facing and has approved a forbearance plan under the following terms:

1. Forbearance Period

Your mortgage payments will be [suspended/reduced to \$Amount] for a period of [Number] months, beginning on [Start Date] and ending on [End Date].

2. Terms and Conditions

During this period, late fees will not be assessed. However, interest will continue to accrue on the unpaid principal balance as per your original promissory note.

3. Repayment Options

At the conclusion of the forbearance period, you are required to resolve the total missed payment amount. Available options may include:

- **Reinstatement:** Paying the full amount in a lump sum.
- **Repayment Plan:** Adding a portion of the missed amount to your regular monthly payments until caught up.
- **Loan Modification:** Adjusting the terms of your loan to include the missed payments in the principal balance.
- **Deferral/Extension:** Moving the missed payments to the end of your loan term.

4. Communication Requirement

You must contact us at [Phone Number] no later than 30 days before the forbearance period ends to discuss your financial situation and select a repayment path.

5. Credit Reporting

During the forbearance period, we will report your account to credit bureaus in accordance with applicable disaster relief laws and the Coronavirus Aid, Relief, and Economic Security (CARES) Act (if applicable).

Please sign and return a copy of this agreement by [Deadline Date] to confirm your acceptance of these terms.

Sincerely,

[Lender Representative Name]
[Lender Name]
[Contact Information]

Borrower Acceptance:

I/We agree to the terms of this Forbearance Agreement.

_____ [Borrower Signature] [Date]

_____ [Co-Borrower Signature] [Date]