



Announcement 2016-74

USDA Funding for Fiscal Year 2017

USDA Fiscal Year 2017 Commitment Notice, issued September 20, 2016, announced that funding for the USDA Guaranteed Loan Program will be temporarily unavailable beginning Fiscal Year 2017, which began on October 1, 2016.

USDA Rural Development will continue to process, approve, and issue Conditional Commitments “subject to the availability of commitment authority” for purchase and refinance transactions.

Planet Home Lending will continue to accept locks on USDA loans and will purchase loans with Conditional Commitments issued subject to the availability of commitment authority. Sellers will be responsible for delivering the Loan Note Guaranty to PHL as a post-closing condition.

As a reminder, USDA loans with a Conditional Commitment issued on or after October 1, 2016, are subject to USDA’s new upfront fee of 1.00 and an annual fee of 0.35%.

If you have any questions, please contact your Regional Sales Manager.