



Announcement 2018 - 19

Planet Home Lending Recent Policy Changes

Planet Home Lending is aligning with the recent Agency announcements. The announcements are summarized below with a link to the Agency's full announcement.

Agency	Summary	Effective Date	Agency Announcement
Fannie Mae	Policy on Lender sourced contributions was clarified. Lender sourced contributions CANNOT: <ul style="list-style-type: none">• Exceed the amount of closing costs and prepaid fees.• Be used for down payment or reserves.• Be subject to repayment requirements.• Be passed to the Lender from a 3rd party.	Immediately	Sel1803
Fannie Mae	Construction to Perm – Single Closing Transactions <ul style="list-style-type: none">• Currently, the transaction type (Purchase or Refi) is determined by when the lot was owned by the borrower at time of application.• New guidance is, transaction type will be based on lot ownership at the time of the first advance of interim construction financing.	Can be applied immediately; Required to implement by 8/1/18	Sel1803
Fannie Mae	Selling Guide removed an outdated reference regarding assets required when converting a principal residence to an investment property.	Immediately	Sel1803

All Planet Home Lending documentation will be updated to reflect those changes as applicable.

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