

Tuesday, December 17, 2019

Bulletin #2019-AC-032

NOTICE TO ALL CUSTOMERS

Start Originating Government Loans with 2020 Loan Limits

Great News! FLCBank is accepting new loan applications for Government Loans based on the 2020 Loan Limits with specific requirements:

FHA

HUD announced via Info #19-59 and Mortgagee Letter 2019-19 the increase of FHA's maximum mortgage limits in 2020.

- FHA's Low-Cost Area Limits for 1-Unit Properties will be increasing from \$314,827 to \$331,760
- FHA's High-Cost Area Limits for 1-Unit Properties will be increasing from \$726,525 to 765,600

To be eligible for the new loan limits, the FHA Case Number must be dated on or after January 1, 2020.

VA

VA posted the effective loan limits for 2020 in the U.S. Department of Veterans Affairs Home Loan Limit page. To be eligible for the new loan limits, the VA loan must close on or after January 1, 2020.

To see the post, you can go to the U.S. Department of Veterans Affairs Home Loan Limits link below.

Important Reminder: Note that VA loans currently in the pipeline "finalized" before December 15, 2019 must close by December 31, 2019; otherwise, the new funding fee must be disclosed to the consumer with its accompanying COC.

USDA

There has been no announcement made from the Rural Housing; however, we anticipate that the loan limits for 2020 will be based on the Federal Housing Finance Agency (FHFA) limits; however, for now, no changes to the loan limits are being made.

Resources: [Mortgagee Letter 2019-19](#), [U.S. Department of Veterans Affairs Home Loan Limits](#)

Please contact your [Account Executive](#) with any questions.