

Wednesday, May 06, 2020

Bulletin #2020-AC-026

NOTICE TO ALL CUSTOMERS

Updates and Extension of Temporary Policies Related to COVID-19

As the country continues to battle the spread of COVID-19 and the resulting impacts to businesses, borrowers and loan originations, **FLC Bank's Temporary Policies Related to COVID-19 are being extended from the original expiration date of May 17, 2020 to June 30, 2020.** Furthermore, our temporary refinance due diligence policy is being update as to protect the bank while still providing financing to eligible borrowers without extra burdening our customers.

Effective **Wednesday, May 6th**, FLCBank is removing the following requirements:

- The requirement for the loan servicer or credit supplement to specifically have verbiage that "loan is not in forbearance"
- The "age of that specific document to be 7-business days from loan closing"
- The requirement for the pre-purchase Correspondent team to review such document

Our Refinance Due Diligence still requires:

- The UW to review the credit report to ensure there is no evidence of forbearance
- The UW must have evidence the mortgage being paid off is current prior to the clear to close
- The closer must review the payoff carefully to ensure there is no reference of forbearance
- The closer must ensure the loan funds on or before the expiration date of the payoff as noted by the UW in the expiration date PTF condition
- On NDC/NDC-DDPs, the Pre-Purchase Correspondent Purchase Dept. will ensure the loan funded on or before the expiration date of the payoff as noted by the UW in the expiration date PTF condition

To access the updated document and other important attachments, please [click here](#).