

Thursday, August 13, 2020

Bulletin #2020-AC-038

NOTICE TO ALL CUSTOMERS

EFFECTIVE IMMEDIATELY: Adverse Market Refinance Fee on Conventional Refinance Loans

In response to the newly released FNMA Lender Letter-2020-12 and FHLMC Guide Bulletin 2020-32, FLCBank will be implementing an additional Adverse Market Adjustment of 50 basis point (.500%) for all conventional no cash out and cash out refinances. This adjustment will be in addition to any other price adjustments (LLPAs) that are otherwise applicable to the particular transaction.

All loans currently locked need to fund within their lock expiration date to avoid the new Adverse Market Adjustment. Extensions, re-locks, change of products will be subject to the new Adverse Market Adjustment of 50 basis point (.500%).

Please call your Account Executive, [Bob Eisendrath](#), National Sales Manager or [Andrea Lefebvre](#), Director of Production for any questions. We apologize for the lack of heads up but all lenders were caught off guard with this announcement from the FHFA