

NEWS

FLASH

Effective Monday, September 14th

In alignment with the Fannie Mae and Freddie Mac Adverse Market Refinance fee, the loan-level price adjuster (LLPA) of 50 basis points (bsp) will be applied to new **45 and 60 day rate locks** on conventional and high balance loans.

For short term lock periods the effective date of the LLPA is:

Lock Period 2020 effective date for 50 bsp LLPA

30 days	October 1
21 days	October 9
15 days	October 15

For conventional and high balance refinance loans locked prior to these effective dates, the loan will need to fund by the expiration date to avoid the additional LLPA of 50 bps. If the loan needs an extension or relock, the 50 bps LLPA will be applied.

For **Non-Delegated Correspondents**, the loan must be “purchased” by our Correspondent purchase team no later than November 6th to avoid the LLPA of .50 bsp.

The 50 bps LLPA does not apply to FHFA -exempted refinance transactions:

- Loan amounts below \$125,000
- Fannie Mae HomeReady Mortgage
- Freddie Mac Home Possible Mortgages

If you have questions, please reach out to your Account Executive or Bob Eisendrath, Strategic National Sales Manager or Andrea Lefebvre, Director of Production.

[Contact Your AE or CRR](#)