

Friday, January 14, 2022

Bulletin #2022-AC-002

NOTICE TO ALL Customers**Important Conventional and VA Announcements**Conventional Updates - Second Home Mortgages**Effective Tuesday, January 18th**, the following additional requirements will be applied on Second Home Mortgages:

- The Minimum credit score required is 700
- If the second home mortgage will be secured by a condominium property:
 - The LTV must be reduced by 5% of the maximum allowed, and
 - The maximum DTI is 45%

The new requirements are noted in blue font below and will be posted in the conventional loan matrices

Second Home Purchase and Rate/Term Refinance			
Loan Amount	FICO	Max LTV/CLTV/TLTV	Max DTI
1 Unit	700	90%	50% Accept
Condominium		85%	45% Accept
Second Home Cash Out Refinance			
Loan Amount	FICO	Max LTV/CLTV/TLTV	Max DTI
1 Unit	700	75%	50% Accept
Condominium		70%	45% Accept

VA Required Disclosure – Updated Form

The Department of Veterans Affairs announced via [Circular 26-22-02](#) that the Counseling Checklist for Military Homebuyers (VA Form 26-0592) has been updated and should be used immediately as it includes new information pertaining to recent changes to the VA home loan program and law.

FLC Bank will require the updated version to be provided on VA loans applications as required when the borrower is an active-duty service member.

To access our most recently updated Temporary Policies Related to COVID-19 (version 44) please [click here](#).