



MEMORANDUM

VIA E-MAIL

TO: WVHDF Participating Lenders

FROM: Jon M. Rogers  
Senior Division Manager-Single-Family Lending

DATE: August 14, 2020

SUBJECT: Fannie Mae LLPA Announcement

Many of you are no doubt aware that early yesterday Fannie Mae, via the Federal Housing Finance Agency, announced that they were imposing a 50 basis point Adverse Market Refinance Fee to all loans delivered beginning September 1. The addition of this fee raised a number of questions for our operation which we believe we have worked through and are now able to share with lenders that utilize our Secondary Market program.

In order to keep the implementation of the fee as simple as possible for all parties involved we have chosen to build the fee into our pricing model which means that lenders will not need to disclose it as a Loan Level Price Adjustment (LLPA) in the course of originating one of our mortgages. We will essentially handle all aspects of the addition of this fee internally.

Of course all other applicable LLPAs that still apply should continue to be included as the terms of your loan may require.

Please contact me or Single-Family Lending staff if you have any questions. Thank you for your cooperation and continued business.