

BULLETIN # 2019-42

TO: Distribution

DATE: August 28, 2019

RE: CMG Financial Correspondent Lending
Updates

EFFECTIVE: As noted below

CMG FINANCIAL CORRESPONDENT LENDING UPDATES

Topics Covered in this Announcement:

- FHA Issues Mortgagee Letter- New Condominium Approval Rule

FHA ISSUES MORTGAGEE LETTER- NEW CONDOMINIUM APPROVAL RULE

Summary: FHA issued Mortgagee Letter 19-3 this week in conjunction with the recently announced policy revisions that include the ability to approve individual units in nonapproved condo projects. The new policy will go into effect beginning October 15th. In summary, FHA's new rule:

- Introduces a new single-unit approval process to make it easier for individual condominium units to be eligible for FHA-insured financing;
- Extends the recertification requirement for approved condominium projects from two to three years;
- Allows more mixed-use projects to be eligible for FHA insurance.

Links:

- HUD's press release: https://www.hud.gov/press/press_releases_media_advisories/HUD_No_19_121
- Mortgagee Letter 19-13: <https://www.hud.gov/sites/dfiles/OCHCO/documents/19-13ml.pdf>
- FHA Handbook Changes: [Read FHA's changes to its Single Family Handbook.](#)

Effective Date: *October 15, 2019. In September, FHA will host an industry stakeholder briefing call to assist mortgagees and other interested parties in FHA transactions to better understand the FHA's condominium project approval requirements.*

*Please contact your Correspondent National Sales Manager
or your Correspondent Liaison with any questions.*



© 2019 CMG Financial, All Rights Reserved. CMG Financial is a registered trade name of CMG Mortgage, Inc., NMLS #1820 in most, but not all states. CMG Mortgage, Inc. is an equal opportunity lender, licensed by the Department of Business Oversight under the California Residential Mortgage Lending Act No. 4150025, California Finance Lenders Law No. 6053674. For information about our company, please visit us at www.cmqfi.com. To verify our complete list of state licenses, please visit www.nmlsconsumeraccess.org. For more information on State licenses, please visit <http://www.cmqfi.com/corporate/licensing>.

[Unsubscribe here.](#) if you don't wish to receive these messages in the future.
null, null null