

March 31, 2016

TO: State Directors
Rural Development

ATTENTION: Rural Housing Program Directors,
Guaranteed Loan Coordinators,
Area Directors and Area Specialists

FROM: Tony Hernandez /s/ *Tony Hernandez*
Administrator
Rural Housing Service

SUBJECT: Single Family Housing Guaranteed Loan Program
Upfront Guarantee Fee and Annual Fee for Fiscal Year 2017

PURPOSE/INTENDED OUTCOME:

The purpose of this unnumbered letter (UL) is to announce the upfront guarantee fee and annual fee for Single Family Housing Guaranteed Loan Program (program) loans which are obligated by the Agency in fiscal year (FY) 2017. FY 2017 begins October 1, 2016, and ends at the close of business September 30, 2017.

Program loans obligated during FY 2017 will be subject to a 1.0 percent upfront guarantee fee and a 0.35 percent annual fee, for both purchase and refinance transactions.

A loan is obligated when USDA has approved a complete loan application package and issued Form RD 3555-18 “Conditional Commitment for Single Family Housing Loan Guarantee” to the USDA approved lender.

A “Guarantee Fee and Annual Fee Calculator” is available online from the USDA LINC “Training and Resource Library”:

<https://usdalinc.sc.egov.usda.gov/USDALincTrainingResourceLib.do#GAF>.

If you have any questions, please contact Lilian Lipton of the Guaranteed Loan Division at (202) 260-8012, or via email: lilian.lipton@wdc.usda.gov. The Single Family Housing Guaranteed Loan Division may also be contacted at (202) 720-1452.

EXPIRATION DATE:
March 31, 2017

FILING INSTRUCTIONS:
Housing Program