

Alert

Update

Reminder

Clarification

Training  
Information

Preview

## Business as Usual for Rural Development Loans

On September 7, 2022, the United States Department of Agriculture (USDA) announced that they will issue Conditional Commitments that are “subject to availability of commitment authority” on purchase and refinance transactions while they wait for new funds for their 2023 fiscal year. During this period, Truist Bank (Truist) will allow the delivery and funding of those loans where the Conditional Commitment for Single Family Housing Loan Guarantee has been “subject to the availability of commitment authority”.

### Effective Dates

Effective for existing and new applications on or after October 1, 2022.

### Background Information

The USDA announced that for Fiscal Year 2022, which officially begins October 1, 2022, they would not interrupt closings for purchase and refinance transactions with a Conditional Commitment “subject to availability of commitment authority”. Truist will not interrupt the origination and/or closing of RD transactions.

### Bulletin Details

#### Transactions Receiving a Conditional Commitment “Subject to Availability of Commitment Authority”

Truist will permit the delivery and/or purchase of any purchase and refinance transaction that receives a Conditional Commitment “subject to availability of commitment authority” from RD.

**Note:** Failure to obtain the Loan Note Guarantee, for any reason, will require repurchase.

### Other Resources

Support Group	Description and Contact Information:
Correspondent Relations Coordinator	Specific questions on applying this procedure to specific loan files. Contact Correspondent Relations Coordinators at 800.382.2111, Option 1.
Product Support	Provides phone and email support on products, policies, and procedures as well as new product rollout and existing product enhancement. Contact Product Support at 800.382.2111, option 3.

This information is for use by mortgage professionals only and should not be distributed to or used by consumers or other third parties. This is not for solicitation of sales. Information is accurate as of date of posting and is subject to change without current product details and lending procedure. Truist Bank does not guarantee or assume liability for any third-party products or services. Truist Bank is an Equal Housing Lender. ©2020 Truist Financial Corporation. All rights reserved.