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## FHA Waives Requirement for Mortgage Credit Reject screen in FHAC

Truist Bank (Truist) is aligning with FHA’s recent announcement waiving the requirement that FHA-approved lenders flag rejected loans in the FHA Connection (FHAC) system.

### Effective Dates

Effective for all cases pending endorsement on or after September 11, 2023.

### Background Information

On September 7, 2023, FHA issued a waiver to a requirement that FHA-approved lenders flag rejected loans in the FHA Connection (FHAC) system. FHA has determined that this flag does not improve risk management and is often why other lenders will reject an applicant even when that applicant might otherwise qualify for a loan.

### Bulletin Details

Truist aligns with FHA’s announcement waiving the requirement that FHA-approved lenders flag rejected loans in the FHA Connection (FHAC) system. Lenders should consult with their Direct Endorsement (DE) underwriters with any questions.

### 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.

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