

### A/A First Business Day Liquidations Job Aid

# Actual/Actual (A/A) Removals Will Be Processed in Current Month Activity Period

#### July 11, 2024

Effective with the September 2024 Loan Activity Reporting, Fannie Mae will process and apply loan removals (Payoffs, Repurchases or Foreclosures) on all A/A loans reported between Calendar Day 1 through Business Day 1, with an action date equal to or less than Business Day 1, in the current activity period instead of next activity period.

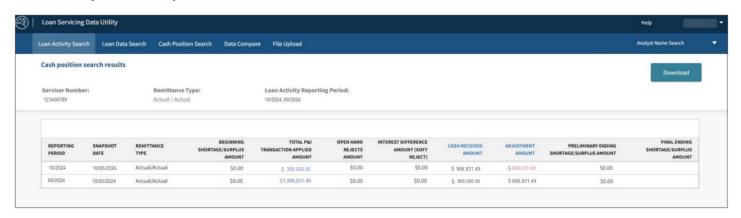
#### **Current Process (Prior to the September 2024 activity period)**

Removals reported on A/A loans between Calendar Day 1 through Business Day 1, with an action date equal to or less than Business Day 1, are held and processed on the next processing day after Business Day 2 of the new activity period.

#### **Future Process (After September 2024 activity period)**

Removals reported on A/A loans between Calendar Day 1 through Business Day 1, with an action date equal to or less than Business Day 1, will be processed and applied to the current activity period. Fannie Mae will apply cash for successfully removed loans to the current activity period by creating a shortage/surplus adjustment type 'Activity Period to Activity Period' after cycle close on Business Day 2.

Illustrative Examples: Cash Position and Removal Adjustment Type in Loan Servicing Data Utility (LSDU) on Business Day 3 – After September 2024







## Illustrative Example: Fannie Mae Connect – Current Cycle Shortage/Surplus Adjustments on Business Day 3 – After September 2024

Servicer N	Number	Servicer Name	Remittance Type	Activity Period	Activity As Of	Adjustment Type	From/To Activity Period	Fannie Mae Loan Number	Transfer Amount	Processing Date	Submitter Comments
											Transfer First Business Day (BD1) Liquidation
1	23456789	ABC Mortgage	A/A - Actual Interest / Actual Principal	Oct-24	10/4/2024	Activity Period to Activity Period	Sep-24	222222222	-\$606,831.49	10/4/2024	proceeds to previous activity
											Transfer First Business Day (BD1) Liquidation
1	23456789	ABC Mortgage	A/A - Actual Interest / Actual Principal	Sep-24	10/4/2024	Activity Period to Activity Period	Oct-24	2222222222	\$606,831.49	10/4/2024	proceeds to previous activity

#### Other affected Fannie Mae Reports include:

- o Fannie Mae Connect Trial Balance, Accepted Transaction Reports, & Remittance Update Report (Section E)
- Master Servicing Portfolio Manager Daily Liquidation Report

**NOTE:** Note: Business Day 1 payoffs will be reflected in the Liquidation Report for the current reporting activity. There are no format changes to the above-mentioned Reports.

#### **More Information**

Please contact Master Servicing at 1-800-2-FANNIE (Option 1, Option 6) or email future\_of\_servicing@fanniemae.com if you have any questions about these changes.

#### Other helpful resources:

- Visit the <u>Loan Servicing Data Utility (LSDU)</u> product Webpage
- Visit the Fannie Mae Connect product Webpage
- Visit the Master Servicing Portfolio Manager product Webpage