

Lender Letter (LL-2023-06)

May 17, 2023

To: All Fannie Mae Single-Family Sellers Rescission of Loan-level Price Adjustments Based on DTI Ratio

At the direction of FHFA and in alignment with Freddie Mac, we are rescinding the DTI ratio loan-level price adjustment (LLPA) attribute that was scheduled to apply to loans purchased on and after Aug. 1, 2023.

Earlier this year, we announced a new LLPA framework that included an additional LLPA attribute related to debt-to-income (DTI) ratio. This attribute was originally scheduled to apply to loans purchased beginning May 1, 2023. We then announced a delay in the implementation of this LLPA until Aug. 1, 2023.

This Lender Letter supercedes LL-2023-01 with regard to the DTI ratio LLPA. All other LLPA changes announced in LL-2023-01 became effective May 1.

For a complete list of LLPAs, see the updated *LLPA Matrix*.

Lenders may contact their Fannie Mae Account Team if they have questions about this Lender Letter. Have guide questions? Get answers to all your policy questions, straight from the source. <u>Ask Poli</u>.