

Lender Letter (LL-2025-02)

June 18, 2025

To: All Fannie Mae Single-Family Servicers Advance Notice of Changes to Servicing Processes and Systems

This Lender Letter provides advance notice of upcoming changes to servicing processes and systems. These changes are part of a multi-year initiative to further simplify and streamline servicer reporting, enhance risk management capabilities, and create operational efficiencies for mortgage servicing participants. These changes are expected to be delivered incrementally in a phased approach.

This Lender Letter contains the following topics:

- Event-based reporting
- Loan data expansion
- P&I remittance for summary reporting A/A mortgage loans

The event-based reporting and loan data expansion requirements published with this Lender Letter are specific to Investor, Escrow, and Delinquency Reporting. Additional requirements related to Loss Mitigation, Liquidation Reporting and data formatting are in development and will be published in Q4 2025.

These changes are not applicable to reverse mortgage loans.

Event-based reporting

We will streamline the way servicers report loan-level transactions to Fannie Mae. When these changes become effective, servicers will be required to report loan-level servicing events to Fannie Mae near real-time, enhancing transparency and ensuring data alignment. Examples of servicing events include contractual payments, curtailments, payment reversals, no payment, rate & payment changes, delinquency status, escrow and fees, and mortgage insurance cancellations.

Servicers will no longer be required to submit Transaction Type Reports or Loan Activity Records (LARs). For delinquency reporting, Servicers will be able to submit multiple Servicer Action Types, Delinquency Loan Status, and Borrower Delinquency Reasons. Servicers will be required to report standardized loan-level borrower and servicer activities to Fannie Mae's servicing solutions system the same day as the servicing events occur, but no later than 3:00 a.m. eastern time the next business day. Servicing events will be processed and results made available in near real-time. If no payment has been received from the borrower by the twenty-second calendar day of the month of the reporting period, servicers will be required to report a 'no payment' event. If the twenty-second calendar day falls on a weekend or holiday, the servicing event must be reported the preceding business day. The reporting period will continue to close by 5:00 p.m. eastern time on the second business day of the month. Any activity reported after 5:00 p.m. eastern time on the second business day of the month, will be applied to the next reporting period.

Effective: The event-based reporting changes are expected to be delivered incrementally. We will communicate more detailed implementation timelines in Q3 2025.



Loan data expansion

To support the change to event-based reporting, we will require servicers to report an expanded set of data attributes for servicing events. Reporting a more complete set of data attributes will provide better insight into borrower and servicer activities throughout the loan life cycle and enhance risk management capabilities. These data attributes will align with Mortgage Industry Standards Maintenance Organization (MISMO) data standards for greater consistency and integrity in loan data across the mortgage industry.

For more details related to the Investor, Escrow and Delinquency reporting events and data attributes refer to [website](#).

Effective: The loan data expansion changes are expected to be delivered incrementally. We will communicate more detailed implementation timelines in Q3 2025.

P&I remittance for summary reporting Actual/Actual (A/A) mortgage loans

As previously communicated in [LL-2023-05](#), to simplify the servicer's responsibilities for remitting P&I payments for A/A remittance type mortgage loans, we will automatically initiate a draft of the P&I remittance amount from the servicer's custodial account two business days after successfully processing payment events reported to Fannie Mae. This change will create operational efficiencies, reduce administrative burdens, and eliminate the monthly shortage/surplus balance reconciliation using Schedule 3 – Reconciliation of Shortage Surplus ([Form 472](#)). Once the change becomes effective, we will settle-up any outstanding shortage/surplus balances. There are no remitting or draft date changes for any other remittance types.

Effective: We will communicate more detailed implementation timelines in Q3 2025.

Reference Materials

Servicers are:

- encouraged to visit the [website](#) regularly to stay current on these changes and begin planning and preparing for timely implementation.
- encouraged to subscribe to Fannie Mae's [Selling and Servicing News](#) to stay abreast of updates related to upcoming changes to our servicing processes and systems.
- reminded to continue to adhere to the servicing policies outlined in the *Guide* and *Investor Reporting Manual* until Fannie Mae provides the implementation timeline for such changes in future Guide communications.

Servicers who have questions about this Lender Letter should contact the Future of Servicing mailbox at future_of_servicing@fanniemae.com, their Fannie Mae Account Team, Portfolio Manager, or Fannie Mae's Single-Family Servicer Support Center at 1-800-2FANNIE (1-800-232-6643). Have Guide questions? Get answers to all your policy questions, straight from the source. [Ask Poli](#).