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## Agency Temporary Buydown Revisions

Truist Bank (Truist) announces revisions to Temporary Buydown eligibility for products offered by Fannie Mae and Freddie Mac.

### Effective Dates

The updates are effective with Mandatory loans committed on or after June 30, 2023.

### Background Information

On March 10, 2023, Truist advised Correspondent lenders that temporary buydowns were suspended for Mandatory Commitments on Agency loan products. With this update, Truist is reinstating temporary buydown eligibility for Mandatory Commitments and has made modifications to our Agency Standards.

### Bulletin Details

#### Eligibility for Temporary Buydowns

Temporary interest rate buydowns are now permitted for fixed-rate mortgages and certain ARM plans for primary residences or second homes on Mandatory and Best Efforts Commitments with both CorrAdvantage and Non-CorrAdvantage execution methods. This applies to buydowns structured as 2-1, 1-1 and 1-0 buydowns. Significant or Extended Temporary Buydowns (e.g., 3-2-1 or 1-1-1) remain ineligible at this time.

Truist is also clarifying within the Fannie Mae HomeReady® and Freddie Mac Home Possible® Mortgages Standard that lender paid buydowns are permitted for HomeReady and Home Possible loans.

#### Before and After Matrix

Click [here](#) to see the before and after matrix that provides a detailed overview of all standard revisions.

#### Revised Materials

Click [Correspondent Agency Overlay Matrix](#), [Mandatory Delivery Standard](#), and the [Fannie Mae HomeReady® and Freddie Mac Home Possible® Mortgages Standard](#) to review the revised product materials.

#### Former Standards

See the before and after matrix provided in the Bulletin Details section of this bulletin to access the former standards.

## 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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