



WHEDA

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Lender Update 2016-13

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Conventional Overlay Grid Revision

The Overlay Grid has been revised to remove the requirement that prohibited a borrower from owning other real estate. Borrowers can now own other residential real estate as announced by Fannie Mae in Ann. SEL 2016-06.

FHA Overlay Grid Revision

The Overlay Grid has been revised to clarify ineligible property types for 3 – 4 unit properties.

Wisconsin Security Agreement

Fannie Mae and Freddie Mac have revised the Wisconsin mortgage to reflect changes to state law that shorten the redemption period in foreclosure actions. Use of the revised mortgage (Form 3050, rev 6/16) will be required on all loans with note dates on or after January 2, 2017.

The Easy Close Mortgages on our website have been updated to reflect the changes to the new form.

Forms Revisions

The following forms have been revised and updated on our website. Use of the new forms will be mandatory on January 9, 2017.

- Borrower’s Affidavit ([Form 2](#)) – the form has been revised to help clarify the names, ages, income and relationship to each borrower for compliance requirements.
- Compliance Income Evaluation ([Form 29](#)) – the form has been revised to require a completed and signed Borrower’s Affidavit.

Conventional Loan Limit Change

The Conventional Loan Limit will be increasing to \$424,100 effective with loans registered on or after January 2, 2017. The WHEDA Purchase Price and Loan Limits spreadsheet will be updated to reflect this change on January 2, 2017.