



Correspondent Lending

CPPB2016-15  
FANNIE MAE DU UPDATES

FCM Delegated Correspondent Lending has made the following announcement on December 19, 2016:

Fannie Mae December 10th DU changes.

**DU Validation Services: Day 1 Certainty**

Effective immediately, FCM is aligning with Fannie Mae's update and allowing the use of the DU validation service.

Through this service DU will have the ability to receive a copy of the vendor report ordered by participating lenders that have activated this service for at least one supported vendor. DU will use the data from the report to validate specific borrower information provided in the loan casefile.

Lenders must provide the third party vendor report used in DU in the loan file. In addition, tax transcripts will no longer be required for income sources specifically validated by The Work Number.

**Property Inspection Waivers (PIW)**

A property inspection waiver (PIW) is an offer to waive the appraisal requirement for certain refinance transactions and receive certain representation and warranty relief related to the collateral.

Effective with DU runs on or after December 10, 2016, FCM will be aligning with Fannie Mae's Enhanced eligibility requirements for generating additional PIWs. In order to be eligible, the DU must return the PIW message.

Note: Lenders must continue to confirm the property is not listed for sale, in accordance with Fannie Mae requirements, when a PIW is used. Acceptable sources to document the property is not listed includes, but is not limited to, MLS or internet searches.