



Announcement: CWL 2024-01

Topic: USDA Fiscal Year 2025

Issue Date: September 24, 2024 **(Updated 10/3/2024)**

Effective Date: October 1, 2024

Issuer: Credit Risk

Updated 10/03/2024

Per USDA: Fiscal Year (FY) 2025 funding for Rural Development's Single-Family Housing Guaranteed Loan Program is available.

Files in Process: Loan guarantee requests that received Form RD 3555-18/18E, "Conditional Commitment for Single Family Housing Loan Guarantee" contingent upon the availability of an appropriation, will be obligated in the Agency's financial system over the next 3-4 business days. An updated Conditional Commitment will be electronically generated by the Agency to remove the "contingent upon" language. Lender receipt of the updated Conditional Commitment will signal the request has been successfully obligated by the Agency.

Fiscal Year 2025 Conditional Commitment Notice

With the start of Fiscal Year 2025 soon approaching, please take a few minutes to review the Single-Family Housing Guaranteed Loan Program (SFHGLP) Conditional Commitment process.

Fiscal Year 2025 will begin October 1, 2024 and ends at the close of business September 30, 2025.

Fee Structures:

An upfront guarantee fee of 1.00 percent and an annual fee of .35 percent will apply to both purchase and refinance transactions for FY 2025.

Issuance of Conditional Commitments:

At the beginning of each fiscal year, funding for the guaranteed loan program is not available for a short period of time – approximately two weeks. USDA anticipates this brief lapse in funding to continue for Fiscal Year 2025. During the temporary lapse in funding, USDA will issue Conditional Commitments (Form RD 3555-18/18E) "subject to the availability of commitment authority" for purchase and refinance transactions.