

USDA Annual Fee Change

October 9, 2014

U.S. Bank Home Mortgage would like to remind you that effective October 1, 2014, USDA -Rural Development (RD) increased the annual fee, for both purchase and refinance loans, from .4% to **.5%**. The Guaranteed Underwriting System (GUS) has been updated to allow Lenders to select and underwrite at either the .4% or .5% annual fee structure.

GUS "Final Submissions" with an annual fee of .4%, that are issued a conditional commitment by RD prior to the close of business on September 30, 2014, will not be affected by the annual fee change. If RD does not issue the conditional commitment prior to October 1, 2014, the file must be reprocessed at .5%.

Please contact the HFA Hotline at 800-562-5165 option #2 with any questions you may have.

