

# Product Support Bulletin

Information for Correspondent Lenders of SunTrust Mortgage, Inc.  
April 7, 2017 • COR17-014



Alert

Update

Reminder

Clarification

Training  
Information

Preview

## Private Transfer Fee Covenants for Key Loans

SunTrust Mortgage, Inc. updates guidance for Key Loan transactions involving properties with private transfer fee covenants.

### Intended Audience

Origination  
Processing

Secondary Marketing

Underwriting

Closing  
Delivery  
Funding

Compliance Legal

Other

### Effective Dates

**Friday, April 7, 2017**  
Effective with new and existing applications on or after this date.

### Background Information

SunTrust Mortgage strives to provide clear, concise guidance. To support this effort, a recent opportunity presented itself to provide clarifying guidance for Key Loan transactions involving properties with private transfer fee covenants.

### Bulletin Details

#### Private Transfer Fee Covenants for Portfolio Loans

For Key Loan transactions involving properties with private transfer fee covenants, in response to the Federal Housing Finance Agency's Private Transfer Fee Regulation, SunTrust Mortgage clarifies properties with private transfer fee covenants remain ineligible for origination, regardless of whether those covenants were created on or after February 8, 2011.

#### Revised Material

Click [Resale/Deed Restrictions](#) to view the revised material.

### Action Required

**Origination, Processing, Underwriting, Closing, Delivery and Funding**

**Starting April 7, 2017**

Follow guidance outlined in this bulletin and applicable guideline documents.

### Former Guidelines

Previously, guidance did not reference the Federal Housing Finance Agency regulation. Key Loan transactions involving properties with private transfer fees were still considered ineligible.

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## Other Resources

Support Group	Description and Contact Information:
Correspondent Relations Coordinator	Specific questions on applying this procedure to specific loan files. Direct contact information for each correspondent relations coordinator is located in General Section 1.01: The Correspondent Division
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 4.

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