

Announcement # 24-17

Date: February 27, 2024

Freddie Mac BorrowSmart[®] Program Discontinued

Freddie Mac recently confirmed the BorrowSmart program is being discontinued. Please review the following dates and timelines carefully.

Home Possible VLIP

- For Home Possible loans with AMI \leq 50% (VLIP), the last date to schedule the homebuyer eligibility screening review with the Homeownership Preservation Foundation (HPF) is February 29, 2024
 - The homebuyer counseling session can be completed with HPF after 2/29/2024, but must be completed prior to the note date
 - Homebuyer eligibility screening reviews scheduled after 2/29/2024 are no longer eligible for the BorrowSmart program and will not receive the \$1,500 assistance
- **The last day to deliver BorrowSmart VLIP loans to Pennymac is 5/30/2024**

HomeOne / Home Possible / Manufactured Homes LIP and MIP

- For Home Possible loans with AMI $>50\%$ & $\leq 80\%$ (LIP) and HomeOne or manufactured home loans with AMI $>80\%$ $\leq 100\%$ (MIP), the last date to schedule the homebuyer eligibility screening review with the Homeownership Preservation Foundation (HPF) is May 31, 2024
 - The homebuyer counseling session can be completed with HPF after 5/31/2024, but must be completed prior to the note date
 - Homebuyer eligibility screening reviews scheduled after 5/31/2024 are no longer eligible for the BorrowSmart program and will not receive the \$500 or \$1,000 assistance
- **The last day to deliver BorrowSmart LIP and MIP loans to Pennymac is 8/30/2024**

GSE Down Payment Assistance Product Enhancement– Coming Soon!

Pennymac is pleased to announce we will be releasing a down payment assistance product enhancement for VLIP mortgages. Complete details along with the release date will be announced shortly.

Please contact your Sales Representative with any questions.