



June 3rd, 2011

Effective with submissions on or after June 6th, 2011 third party processing charges will no longer be allowed on lender paid or borrower paid mortgage broker compensation transactions. A broker's compensation is intended to cover costs with the processing of a mortgage loan. As a result, if a broker elects to outsource all or part of the processing of a loan to a third party entity, no additional or separate charge is allowed because the cost of such a third party processing is already part of the broker compensation.

Loans that currently have a separate charge submitted prior to June 6, 2011 must **fund** by July 15, 2011.

