



MFM Bulletin: 022-2022

Date: September 30, 2022

Subject: USDA: Fiscal Year 2023 Conditional Commitment Notice

Issuance of Conditional Commitments

On September 7, 2022, USDA Rural Housing Development announced that funding will not be available for a short period of time at the beginning of Fiscal Year 2023, which starts October 1, 2022, and ends September 30, 2023.

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. 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. The issued Conditional Commitment will include the following:

Funds are not presently available for this Conditional Commitment. The Rural Development-Rural Housing Service (RHS) obligation under this Conditional Commitment is contingent upon the availability of an appropriation from which payment for contract purposes can be made.

RD will continue to accept loan application files and will process, approve and issue conditional commitments. MFM will purchase and close USDA loans as scheduled during this time.

Fee structure:

The current upfront guarantee fee of 1% and an annual fee of .35 % will apply to both purchase and refinance transactions for fiscal year 2023.