



Advantage MPP

INFORMATIONAL BULLETIN



MPP BULLETIN 01-19

January 11, 2019

Servicing Guidance

Please contact Advantage MPP at 1-800-274-4636 with questions concerning MPP Guide changes.

Federal Government Partial Shutdown

This Bulletin provides temporary servicer guidance to assist borrowers affected by the federal government partial shutdown that began on December 22, 2018.

Servicers are authorized to forbear/temporarily suspend mortgage payments for borrowers whose income is affected by the shutdown. There is an expectation that the borrowers who are not receiving pay during the shutdown period will receive all back-pay when the shutdown concludes. Therefore, servicers should be working with the affected borrowers and plan for reinstatement/repayment at that time.

This guidance is effective immediately and will extend throughout the duration of the federal government shutdown.

As a reminder, if a borrower enters into a forbearance agreement and is complying with the terms of the agreement, the servicer must not accrue or collect late charges from the borrower during the term of the forbearance plan or any subsequent repayment plan period.

Servicers under the Scheduled/Scheduled remittance option are expected to continue to make P&I advances as required.

FHLBank Indianapolis periodically issues Informational Bulletins to provide program updates, information and guidance to approved Advantage MPP sellers and/or servicers, including: MPP Guide revisions and changes; operational guidance or clarifications; and notices/reminders of industry issues that may affect sellers.

The Informational Bulletins are coded so that users can easily identify the issue and year of bulletin publication. For example, "Bulletin 04-18" indicates the fourth Informational Bulletin issued in 2018.

Please retain these bulletins in the back of your MPP Guide for easy reference. Bulletins can also be found posted on the MPP Materials page online.