



# Advantage MPP

## INFORMATIONAL BULLETIN

**MPP BULLETIN 03-18**  
**August 1, 2018**

**Contact Advantage MPP**  
**with any questions at**  
**800-274-4636**

The changes to the MPP Guide described in this bulletin are effective August 1, 2018. This update includes changes to the requirements for a service transfer.

### **SERVICERS APPROVAL PROCESS (SECTION 8.3)**

The approval of new nonmember servicers by FHLBank Indianapolis remains suspended.

### **SERVICING TRANSFERS (SECTION 8.4)**

Effective August 1, 2018, FHLBank Indianapolis will allow members to perform a servicing rights transfer to previously-approved MPP servicers with the following additional requirements to Section 8.4 of the MPP Guide.

1. Allow a minimum of one month of contract negotiation between notice (in writing) to FHLBank Indianapolis and finalization of the transfer agreement. This allows time for a legal review of the contract and allows Advantage MPP staff to include other potential participants/investors with an interest in the loans being serviced to review, approve and circulate executed agreements.
2. Allow a minimum of 45 days from the finalizations of the Agreement to the effective servicing transfer date. The servicing transfer date must be the first day of the month.
3. The Master Servicer and FHLBank Indianapolis must have the final population of the servicing transfer in writing, a minimum of 30 days before the effective servicing transfer date. The final population must include mapping of prior servicer numbers to new servicer numbers.

For example, an effective transfer date of 6/1/2019 would need to adhere to the following deadlines:

1. Notice of transfer by 3/15/2019
2. Agreement must be finalized by 4/15/2019
3. New Population is due 5/1/2019
4. New Servicer starts collecting 6/1/2019
  - a. If Scheduled/Scheduled, First Remittance is due 6/18/2019,
  - b. If Actual/Actual, First Remittance is due 7/18/2019

In the event of any conflict between this Bulletin and Section 8.4 of the MPP Guide, this Bulletin shall supersede.

*FHLBank Indianapolis periodically issues Informational Bulletins to provide program updates and information to approved Advantage MPP sellers, 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 04-15" indicates the fourth Informational Bulletin issued in 2015. 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.*