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No: 2016.6.1

USDA Upfront Guarantee Fee and Annual Fee for Fiscal Year 2017

The USDA has sent out advance notice that the Upfront Guarantee Fee will be decreasing from **2.75% to 1.0%** and the annual fee will also be decreased from **.50% to .35%** effective with Conditional Commitments issued on or after October 1st, 2016. The announcement can be found [here](#).

Please be aware that loan guarantee requests submitted to USDA prior to September 30, 2016, in which a conditional commitment has not been issued before close of business that day, will be subject to the new fee structure.

Guaranteed loans obligated on October 1, 2016, through September 30, 2017 will be subject to the following fee schedule:

Purchase and Refinance Transactions:

Upfront guarantee fee: 1.0 percent

Annual fee: 0.35 percent

A **Guarantee Fee and Annual Calculator** is available online from the USDA link: [Training and Resource Library](#)

Questions: Please address all questions to: LoanHelpDesk@ResMac.com