

Lender Best Practice: Two-time Close Construction/Permanent Loans

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Our SunTrust Correspondent Lending team understands the challenges associated with construction-permanent financing. **Non-Delegated lenders are not eligible to sell SunTrust the single-close construction-to-permanent purchase and rate/term transactions under any Agency or KEY Jumbo program. A loan modification cannot be accepted by SunTrust.**

Here is an example of documentation to avoid since this would constitute a single close construction/perm loan.

It has the construction loan agreement:

Then a Modification Agreement is utilized in lieu of paying off the construction loan and creating a new loan with a DOT and Note:

Thank you for your business!
Your SunTrust Correspondent Team

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