

## Green Building Certification Preferential Pricing

Fannie Mae Multifamily offers Green Building Certification Preferential Pricing, a pricing incentive to finance Properties with a Fannie Mae-recognized green building certification that signifies the Property meets minimum energy efficiency and other green building requirements.

Eligible certifying organizations include U.S. Department of Energy, U.S. Environmental Protection Agency, U.S. Green Building Council, Enterprise Community Partners, Passive House Institute, Phius (Passive House Institute US), and more.

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| <b>Execution Options</b>            | Green MBS.   |
| <b>Term</b>                         | 5 to 30 years.   |
| <b>Interest Rate</b>                | Fixed- and variable-rate options available.  |
| <b>Loan Amount</b>                  | No minimum or maximum.   |
| <b>Maximum LTV and Minimum DSCR</b> | Varies by Asset Class and product type.  |
| <b>Prepayment Availability</b>      | Flexible prepayment options are available. Mortgage Loans may be voluntarily prepaid upon payment of the required prepayment premium per the Loan Documents. |



### Benefits

- Lower interest rate
- Eligible certifications available for new construction, major renovations, and existing properties
- Attract more investors with a Green MBS

### Eligibility

- Property must have a Green Building Certification recognized and approved by Fannie Mae per [Form 4250](#).
- The certification must:
  - apply specifically to the Property and not to a larger development site that includes the Property;
  - cover all residential units of the Property and all buildings or spaces considered common areas;
  - have been awarded within five (5) years prior to the Mortgage Loan Origination Date;
  - be current at the time of Rate Lock or the Mortgage Loan Origination Date, if using the Streamlined Rate Lock option; and
  - not apply to "Existing Buildings Only" if the building is less than 3 years old.
- All certifications require Lender review and approval prior to Rate Lock or the Mortgage Loan Origination Date, if using the

### For More Information

For more information on Green Building Certification Preferential Pricing and other Green Financing solutions, go to:

[fanniemae.com/green](https://fanniemae.com/green)



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| <b>Rate Lock</b>              | 30- to 180-day commitments. Certifications must be current and approved by the Lender at the time of Rate Lock. If using the Streamlined Rate Lock option, certifications must be current and approved by the Lender by the time of Mortgage Loan Origination. |
| <b>Accrual</b>                | 30/360 and Actual/360  |
| <b>Recourse</b>               | Non-recourse execution is available, with standard carve-outs for “bad acts” such as fraud and bankruptcy required.  |
| <b>Third-Party Reports</b>    | Standard third-party reports, including Appraisal, Phase I Environmental Assessment, and a Property Condition Assessment, are required.  |
| <b>Assumption</b>             | Mortgage Loans are typically assumable, subject to review and approval of the new borrower's financial capacity and experience.  |
| <b>Asset Management</b>       | Borrower must report the Property's annual whole property energy and water data to Fannie Mae for the life of the Mortgage Loan.   |
| <b>Additional Information</b> | For more information about Mortgage Loans secured by a Property with a Green Building Certification, please see the <a href="#">“How to Review and Approve a Green Building Certification” Job Aid</a> .   |