

**U.S. Department of Housing and Urban Development
Office of the Inspector General**

SPECIAL ATTENTION OF:

HUD - FHA Approved Mortgagees

TRANSMITTAL

Handbook No.: 2000.04, REV-2, CHG-21

Chapter No.: 7

Issued: October 2016

1. This transmits chapter 7, change 21 to Handbook 2000.04, Rev-2, Consolidated Audit Guide for Audits of HUD Programs, HUD — FHA Approved Mortgagees Audit Guidance.
2. **Summary:** The chapter updates terminology and reflects changes in references.
3. **Significant Changes:**
 - a. Certain mortgagee letters and chapters of HUD Handbook 4060.1 were retired with the issuance of HUD Handbook 4000.1. References were updated to reflect these new changes. HUD Handbook 4000.1 only applies to single family lenders with the exception of section I.A.1 — I.A.9, which also applies to multifamily lenders.
 - b. Regulatory references were made to update current requirements.
4. **Filing Instructions:** The issuance of this change updates chapter 7 in its entirety.
5. **Effective Date:** The changes to the chapter are effective upon issuance.

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