

# Byte Pro - Non-Person Entity Validation

**Purpose:** Incorporate process into workflow to validate the use of the Non-Person Entity box for any/all borrower/co-borrower applications. If transaction is NOT in the name of a Business Entity, the "Non-Person Entity" box on the HOME SCREEN **should not** be checked.

Marking the "Non-Person Entity" BOX on the home screen when the borrower is an individual creates doc draw issues and may impact our ability to include the loan in a loan trade.

#### **Bottom Line:**

- If transaction is NOT in the name of a Business Entity, the Non-Person Entity box should not be checked
- If transaction is in the name of a Business Entity, the Non-Person Entity Box should be checked.

### **LOAN SET UP VALIDATION**

If the loan is closing in the name of an Entity, complete the LSU NON-PERSON ENTITY box on the Intake screen. Byte Pro validation will prevent submission if the Home Screen has the "Non-Person Entity" box marked in error.

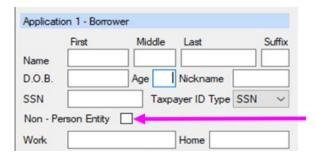
It should be noted that a broker's XML import could have this field marked when it is not needed, which is the reason the LSU Clerk must verify it is being applied correctly.

#### **INTAKE SCREEN**



If the transaction is NOT in the name of a Business Entity and the Non-Person Entity Box is checked on the HOME Screen, Loan Set Up clerk should remove the check box to allow moving the file to a "Submitted" status.

### **HOME SCREEN**



#### VALIDATION ERROR - "HARD STOP" WILL FIRE ON STATUS CHANGE:

Submitted

LSU Clerk has identified that the loan is NOT closing in an entity. Removal of the Non-Person Entity Box on the HOME screen is required PRIOR to moving to a SUBMITTED status.

Please contact your Manager with any questions.

### SUBSEQUENT VALIDATIONS AT STATUS CHANGE

- Approved (Hard Stop)
- Ready For Docs
- Lenders Out
- Docs Out

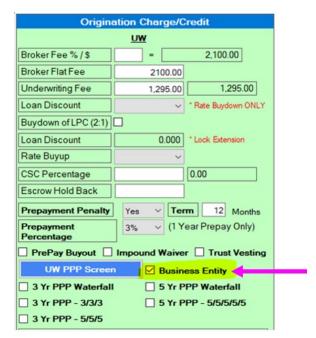
Underwriting Approval(s) will be disabled from generating IF the Non-Person Entity Box on the HOME SCREEN is MARKED and loan is not flagged as closing in a Business Entity on the ULA Screen.

• Validation Error will generate:

UW has not identified that this loan is closing in a Business Entity. Removal of the Non-Person Entity Box on the HOME screen is required.

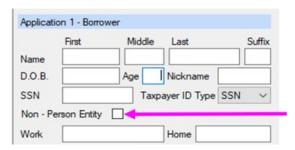
Please contact your Manager with any questions.

An additional checkbox on the ULA on the Origination/Charge Panel has been added and MUST be checked by the Underwriter if transaction is in name of Business Entity:



If the transaction is NOT in the name of a Business Entity and the Non-Person Entity Box is checked on the HOME Screen, Underwriter should remove the check box.

### **HOME SCREEN**



## ADDITIONAL VALIDATIONS TIED TO NON-PERSON ENTITY BOX ON HOME SCREEN

#### Message

Borrower 1 is a Non-Person Entity. Make sure the "Not Applicable for HMDA" checkbox is marked. Please contact your Manager if you have any questions.

Business Purpose loans and/or Non-Person Entity loans are only allowed for NJ files with PPP. Please contact QC if you have any questions.

Pennsylvania only allows PPP on properties with 3 or more units, loans with an amount greater than \$278,204, or when the loan is closing in the name of an entity. Please contact QC if you have any questions.
The First Name for Borrower 1 must be left blank if the Non-Person entity checkbox is marked Please contact your Manager if you have any questions

The Non-Person Entity checkbox cannot be marked if the property is a Primary Residence or a Secondary Residence. Please contact your Manager if you have any questions.

This loan cannot be submitted to Flagstar because the borrower is a Non-Person Entity. Please contact your Manager if you have any questions.