



U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT  
WASHINGTON, DC 20410-8000

ASSISTANT SECRETARY FOR HOUSING-  
FEDERAL HOUSING COMMISSIONER

**Date: November 30, 2021**

**Mortgagee Letter 2021-30**

**To:** All FHA-Approved Mortgagees  
All Direct Endorsement Underwriters  
All Eligible Submission Sources for Condominium Project Approvals  
All FHA Roster Appraisers  
All FHA-Approved 203(k) Consultants  
All HUD-Approved Housing Counselors  
All HUD-Approved Nonprofit Organizations  
All Governmental Entity Participants  
All Real Estate Brokers  
All Closing Agents

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**Subject** Delay of Effective Date of Mortgagee Letter 2021-21, *FHA Catalyst: Single Family Default Monitoring System (SFDMS) Reporting Module*, and associated changes to the *Single Family Default Monitoring System (SFDMS) Reporting Codes and Reporting Data Elements*

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**Purpose** The purpose of this Mortgagee Letter is to delay the Effective Dates in Mortgagee Letter 2021-21, *FHA Catalyst: Single Family Default Monitoring System (SFDMS) Reporting Module* and for the associated changes to the *Single Family Default Monitoring System (SFDMS) Reporting Codes and Reporting Data Elements*.

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**Public Feedback** HUD welcomes feedback from interested parties for a period of 30 calendar days from the date of issuance. To provide feedback on this policy document, please send feedback to the FHA Resource Center at [answers@hud.gov](mailto:answers@hud.gov). HUD will consider the feedback in determining the need for future updates.

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**Background** On September 13, 2021, HUD announced the transition of FHA's SFDMS from FHA Connection (FHAC) to the FHA Catalyst: SFDMS Reporting Module. This is part of an FHA-wide transition of systems to the FHA Catalyst platform, including for case binder electronic endorsement submissions, supplemental claims, loss mitigation home retention claims, post-endorsement loan reviews, electronic appraisal delivery, reacquisition

**Mortgagee Letter 2021-30, Continued**

claims, automated underwriting, disposition claims, and collection of the Uniform Closing Dataset. FHA also published supporting updates to the Single Family Housing Policy Handbook 4000.1 and the *Single Family Default Monitoring System (SFDMS) Reporting Codes and Reporting Data Elements*.

HUD is now delaying the Effective Dates for implementation of the FHA Catalyst: SFDMS Reporting Module as provided in Mortgagee Letter 2021-21. Mortgagees must continue to report mortgages in default in FHAC until the transition. The FHA Catalyst: SFDMS Reporting Module will not be available before the transition.

HUD will publish a future Mortgagee Letter at least 60 days prior to the transition of the Single Family Default Monitoring System from FHAC to FHA Catalyst: SFDMS Reporting Module announcing new Effective Dates, as well as an updated Effective Date for the associated changes to the *Single Family Default Monitoring System (SFDMS) Reporting Codes and Reporting Data Elements*.

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**Delay of Effective Dates for Mortgagee Letter 2021-21**

HUD is delaying the Effective Dates in Mortgagee Letter 2021-21, *FHA Catalyst: Single Family Default Monitoring System (SFDMS) Reporting Module*. HUD is also delaying the Effective Date for the addition of the Default Reporting Error Codes and Default Reporting Elements to the *Single Family Default Monitoring System (SFDMS) Reporting Codes and Reporting Data Elements*.

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**Paperwork Reduction Act**

The information collection requirements contained in this document have been approved by the Office of Management and Budget (OMB) under the Paperwork Reduction Act of 1995 (44 U.S.C. 3501-3520) and assigned OMB control numbers 2502-0005; 2502-0059; 2502-0117; 2502-0189; 2502-0302; 2502-0306; 2502-0322; 2502-0358; 2502-0404; 2502-0414; 2502-0429; 2502-0494; 2502-0496; 2502-0525; 2502-0527; 2502-0538; 2502-0540; 2502-0556; 2502-0561; 2502-0566; 2502-0570; 2502-0583; 2502-0584; 2502-0589; 2502-0595; 2502-0600; and 2502-0610. In accordance with the Paperwork Reduction Act, HUD may not conduct or sponsor, and a person is not required to respond to, a collection of information unless the collection displays a currently valid OMB control number.

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## Mortgagee Letter 2021-30, Continued

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### Questions

Any questions regarding this Mortgagee Letter may be directed to the FHA Resource Center at 1-800-CALL-FHA. Persons with hearing or speech impairments may reach this number by calling the Federal Relay Service at 1-800-877-8339. For additional information on this Mortgagee Letter, please visit [www.hud.gov/answers](http://www.hud.gov/answers).

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### Signature

Lopa P. Kolluri  
Principal Deputy Assistant Secretary  
Office of Housing – Federal Housing Administration

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