



RED DIAMOND HOME LOANS

Rapid Rescore: How to remove a problem from a Credit Report with Red Diamond Home Loans:

1. Letter from creditor (as listed on credit report) on creditors letterhead; it can be attached to an email but the letter itself must be attached to an email on the creditors letterhead.
2. The Change of Status being requested must be clear: ie: Remove Late Payments, Remove Collection Account

Example:

This letter is to serve as confirmation that the account(s) as detailed above has been paid in full as of 7/30/2018. Additionally Professional Finance Company, Inc. has agreed to delete the collection item reported under the Credit Reporting number provided above due to certain circumstances. Please note that there may be an additional lapse in time for the credit reporting agencies to update their files which is beyond our ability to control. Any payment denied due to non-sufficient funds, reversed, or stopped may void this confirmation.

3. If you are removing late payment dates, then the letter must be very specific about the month and year that should be moved. It cannot be a general statement.
4. The Letter from the Creditor must mention that they will notify the credit bureaus.
5. Name and Account Number of the exact borrower and or co-borrower on the credit report.
6. The letter must be recent, less than 30 days old is required and at times they may want a more recent letter.
7. Rapid Rescore Cost: Typically, the cost of each re-score is \$35.00. This fee would go to each bureau for each item where a rescore is requested. The middle score is the primary score to focus on so in some cases only 1 rescore will be required.

What Rapid is a Rescore?

The term "rapid rescore" refers to a process by which a mortgage lender submits proof to a credit reporting agency of recent changes or updates to account information that are not yet reflected on the credit report. Because mortgage loans are often time-sensitive, the lender pays a fee to the credit reporting agency to have the new information updated within an expedited time frame.

Once the credit report is updated, a new credit score can be requested that will reflect those updates and ideally result in a higher score. This service is offered only through your lender, so you cannot request a rapid rescore on your own.

Is a Rapid Rescore Something I Should Consider?

A rapid rescore is usually recommended by your lender when your current credit score falls within a few points of the score that is needed to qualify for a better rate or loan terms.

If you have the means to pay down your debts and have a current credit score that is relatively close to the score the bank says you need, it may make sense to ask your lender to take advantage of a rapid rescore option in order to save money on interest and fees in the long run.