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To: Clients and Friends

From: David F. Dulock

Subject: TREC Amends Third Party Financing Addendum

In the December 13, 2019, issue of the *Texas Register* (44 TexReg 7711, [click here](#)), the Texas Real Estate Commission (TREC) adopted the following amendments to the Third Party Financing Addendum:

1. To clarify that the three-day notice requirement in Subparagraph 2.B. PROPERTY APPROVAL does not apply to Paragraph 4. FHA/VA REQUIRED PROVISION, the following sentence is added to the end of Paragraph 4. “The 3-day notice of termination requirements in 2.B. does not apply to this Paragraph.”

2. Subparagraph 2.C is deleted and it’s “time is of the essence” provision is moved to the introduction language of Paragraph 2. APPROVAL OF FINANCING.

The amended Third Party Financing Addendum, TREC NO. 40-9, <https://www.trec.texas.gov/forms/third-party-financing-addendum-0>, is effective March 1, 2020, and until then the current Third Party Financing Addendum, TREC NO. 40-8, <https://www.trec.texas.gov/forms/third-party-financing-addendum>, remains active.

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